Develop Israel with Israel Bonds

THE JERUSALEM POST

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MARGINAL COLUMN
By ZEV LAQUEUR

ON March 2 King Hussein of Jordan, the Eagle of Quraish, defender of the faith and descendant of the prophet, sent General Glubb packing. "In strong tones echoing like thunder (so we are told) the Eagle of Quraish said: 'This is a sacred day, the day on which we have succeeded in carrying out this step with the aid of Almighty God.' O Arabs, this is only a part of the true picture of the sincerity and Arabism of the defender of the faith (continues our Arab source) and the gallantry of his people. The symbol of the independence of Jordan, the giver of its glory and the keeper of its secrets is King Hussein alone, and no one else. King Hussein has carried out the necessary measures, relying on God Almighty. The spirit of self-sacrifice *(sic)* springs from the history of our people and it follows in the footsteps of our ancestors in placing the Word of God above all considerations."

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WE do not profess to know the word of God Almighty about General Glubb and King Hussein, the Eagle of Quraish. According to the evidence available, the defender of the faith has not, however, relied on God alone. Reliable observers from Amman report that the Eagle of Quraish has been in a state of considerable nervousness ever since the recent riots. The Eagle of Quraish has a more thorough knowledge of Duke Ellington and hot jazz in general than of politics, but nevertheless he did realize in January that something drastic had to be done pretty quickly unless he wanted to join his royal Egyptian cousin in exile. One faction in his cabinet, headed by the Foreign Minister, had all along supported rapprochement with Egypt. The present Jordan Foreign Minister is as much a creature of Gamal Abdul Nasser (though more unobstrusively) as his predecessor Walid Salah, who almost publicly accepted *bakshees* from the Saudians and Egyptians and whose position became untenable. A second faction in the cabinet, headed by two conservative Jordanians, Falah al Madadha (Minister of Defence) and Bahajat al Talhuni ('Head of the Royal Divan' — who has of late become one of the leading men in Jordan politics) counselled moderation. But the Eagle of Quraish decided to take drastic action after prodding by his Prime Minister, (not a very strong personality) who had been very much impressed by what he saw and heard in Cairo.

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ACCORDING to the London "Times" and its informants, responsible people in Israel have been trembling, more or less, as a result of the dismissal of General Glubb. Other observers of the Middle Eastern scene believe that the recent events in Jordan — though not exactly a source of jubilation in Israel — should leave people in Tel Aviv and Jerusalem quite cool. For whatever the Arab Legion has become, it owes to the British. With the British gone, its morale and discipline will be undermined; what with Iraqi, Egyptian and Communist juntas striving for predominance, the Jordan army will probably soon become what the Syrian army is — not exactly a mortal danger to Israel. But it is true that the Eagle of Quraish, who feels as insecure on his throne as King Farouk once did, will probably undertake an adventurist foreign policy and the Jordan border may well become the scene of minor and major provocations in the near future.

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THE Eagle of Quraish on the sooner of a very strong and vociferous opposition which includes practically the whole middle class and intelligentsia in both parts of Jordan. He still manages to cling to power, but only on condition that he carries out the policy dictated by the opposition. This opposition is republican, and the Eagle of Quraish knows only one remedy for appeasing it: to follow a strongly nationalist i.e. aggressive anti-Israeli policy. But such a "pure" nationalism does not exist, though some people in London and New York continue to believe in it. How far will this new line take the Eagle of Quraish? (How far did it take Farouk?). Seasoned observers of the Middle Eastern scene give him about three more years — on condition that he does not become involved in a war against Israel.

London, March 11.

Anglo-French Plan Due on Arms Cuts

PARIS, Monday (Reuter).—The French Premier, M. Guy Mollet, announced today that "in a few days there will be a Franco-British disarmament plan." There was every reason to believe that this joint plan would have the support of the U.S., he added.

M. Mollet was addressing a luncheon of the Foreign Press Association which was attended by over 200 French and foreign correspondents, as well as by the Secretary of State for War, M. Max Lejeune, and the Secretary of State for information, M. Gerard Jaquet.

He was speaking less than four hours after his return from talks with the British Prime Minister, Sir Anthony Eden.

M. Mollet was asked a number of questions referring to the situation in the Middle East. With regard to the delivery of arms to Israel he said:

"The French position is known and I told Sir Anthony Eden about our decision. I think I was understood."

Relations with Egypt

"Our diplomatic relations with Egypt continue, and I think France and Britain, and tomorrow also the U.S., will understand the need for a common policy."

Regarding the Baghdad Pact, M. Mollet said, "I have told Sir Anthony Eden that we were obliged to maintain our reservations on the subject of the Baghdad Pact. It is my view that the free nations must extend their economic action in that part of the world."

He said he and Sir Anthony had examined the disarmament plan prepared by M. Jules Moch, permanent French representative on the U.N. Disarmament Subcommittee. Certain suggestions agreed upon would be examined by M. Moch and by the British representative on the subcommittee, Mr. Anthony Nutting.

M. Mollet added, "Sir Anthony Eden repeated to me, with a warmth and sympathy that touched me profoundly, the position of the British Government in regard to French policy in North Africa which had already been publicly announced by the British Ambassador here, Sir Gladwyn Jebb, I expressed to him the thanks of France."

Moch Plan Studied

The Premier continued, "We found ourselves in common agreement on the need to give major importance to the work relating to disarmament. In view of the next meeting of the U.N. Disarmament subcommittee, we studied a plan prepared in the name of France by M. Jules Moch. This plan takes account of all the suggestions made so far both by the Western countries and by the Soviet Union.

"The Prime Minister informed me yesterday of his warm support of our proposals and told me about the great admiration he had for the work done by M. Moch.

"We also examined certain British suggestions for completing and improving the French plan. In a few days' time there will be a Franco-British plan for disarmament and everything entitles us to hope that it will have the complete support of the government of the U.S."

M. Mollet said that disar-

(Continued on Page 3, Col. 9)

Mollet Given Wide Powers

PARIS, Monday (UP). — Premier Guy Mollet won overwhelming votes of confidence tonight in the National Assembly, which approved the widest emergency powers since World War Two for reforms and crushing the rebellion in Algeria.

A sensational Communist reversal gave him massive majorities.

The decree powers he asked amounted to a blank check. He won the first two of four confidence votes on the special powers bill by 463 to 62 and 451 to 72.

The third and fourth votes were still to come, but he was assured of them and of final passage of his bill.

Co-ops to Pay Tax On Earnings

Jerusalem Post Reporter

Cooperative societies performing services for and by their members will have to pay income tax on their earnings, if the amendment to the Income Tax Law proposed by the Income Tax authorities is passed by the Knesset, Dr. T. Brosh, Income Tax Commissioner, told the press last night.

The amendment would exempt such societies from the payment of the tax if they could prove that the products and services provided are for the private use of the members only, Dr. Brosh said. If such a society pays dividends on its earnings, it may deduct them as expenses and the members may pay the tax as on income, he added.

May 30 Deadline

Self-employed persons will have only till May 30 to make their returns for the present fiscal year, while persons who keep books will have till July 31, if the proposal becomes law. Advance payments on income tax will be payable in 10 monthly instalments instead of the presen quarterly payments, an innovation introduced at the request of small businessmen, Dr. Brosh said.

Under the new law, dividends on capital gains will be taxed at the same rate as ordinary dividends, while landlords will have the option of paying a maximum of 25 per cent on key money received, if payment is made within 30 days of the transaction, rather than paying taxes on it as part of their regular income.

An omnibus income tax reform bill is to be presented to the Knesset during the summer, to cover the 1957-58 fiscal year, Dr. Brosh said. The bill will codify all the various laws and simplify procedures, he concluded.

Pineau Sees Nehru, Discusses Mid-East

NEW DELHI, Monday (Reuter). — Prime Minister Nehru has accepted an invitation to visit Paris this spring, the French Foreign Minister, M. Pineau, announced at a press conference here today.

M. Pineau, who is visiting India on his way home from the SEATO conference in Karachi, said France intended to stay in SEATO and try to win over her partners to the French view that economic aspects of the SEATO pact are now as important as the military side.

He said that both he and Nehru were concerned with "the threat to peace" in the Middle East. They agreed that some means must be found to "substitute cooperation for the competition now going on." M. Pineau explained, "it is highly regrettable that if a country cannot get arms from one country or group of countries, it can get them from another country or group of countries."

In deep sorrow we announce that our dear husband, father, father-in-law, brother, brother-in-law and uncle

Mr. Moshe Ben Josef Rosenberg

(formerly Czernowitz)

passed away at the age of 82.

The funeral will leave today, March 13, at 11 a.m. from the home of the deceased, 12 Rehov Spinoza, Tel Aviv.

THE BEREAVED FAMILY
Miriam Rosenberg, Tel Aviv
Dr. Mark (Mordechai) and Alice Rosenberg, Tel Aviv
Luba and Jacob Eisenscher, Tel Aviv
Zora and Waldemar Salier, Stuttgart
Abraham and Sara Rosenberg, Ramat Gan
Dr. Yvette and Dr. Maurice Mullethaler, Tel Hashomer
Leon Rosenberg, and the Grunberg and Weissmann families, Paris.

Tel Aviv, March 12, 1958.

ARAB'S FAREWELL TO HIS STEED

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B.G., Sharett Meet Lloyd Today

Jerusalem Post Reporter

The visit of the British Foreign Secretary, Mr. Selwyn Lloyd, to Jerusalem this afternoon will afford Prime Minister Ben-Gurion and Foreign Minister Sharett the opportunity of a frank and general exchange of views on the current Middle East situation, it is stated.

Mr. Lloyd is due to meet Mr. Ben-Gurion and Mr. Sharett at 5 p.m. at the Prime Minister's office for a two-hour discussion. The British Ambassador, Sir John Nicholls, will accompany the Foreign Secretary.

To Exchange Views

Israel will use this opportunity to acquaint Mr. Lloyd with her views on the Middle East situation and will want to hear of Britain's policies on questions which affect Israel.

It is felt that Britain's policy towards the Arabs assumed that there was peace with Israel, while her attitude towards Israel was very reserved because of Arab hostility.

It is hoped that Mr. Lloyd will bring with him some new ideas to the discussion; otherwise, it is feared, nothing substantial can be expected to emerge from the Foreign Secretary's welcome visit.

Super-Carrier Joining U.S. Sixth Fleet

WASHINGTON, Monday (INA). — The U.S. Navy disclosed today that the carrier, U.S.S. Forrestal, the world's largest warship, has been ordered to join the U.S. Sixth Fleet in the Mediterranean.

The 70,000-ton aircraft carrier carries a large number of jet fighters and bombers.

TRAVEL ABROAD IS RESTRICTED

The Knesset last night passed the final reading of an amendment to the Emergency Regulations (Leaving for Abroad). It requires persons in the Reserves to present a permit from the Ministry of Defence before they will be allowed to leave the country.

Military Gov't Should Remain, Committee Says

By GIDEON WEIGERT

Military government in predominantly Arab areas of Israel must be maintained, the three-man committee set up by the Prime Minister last November recommended in its report which was submitted to the Cabinet last week, as it serves to prevent these areas from becoming a more serious security problem; in some respects, it has even failed to carry out its purpose fully. On the other hand, minor restrictions on the movements of Arab residents in the area can be made less irksome by larger and more efficient staffs for the Military Governors.

The report was tabled in the Knesset yesterday evening.

The 24-page report, signed by all three members—Professor Y. Ratner, Chairman, and Messrs. D. Auster and J. Solomon—was based on the testimony of dozens of witnesses, including Cabinet Members, Arab and Druze Knesset Members, senior army officers, representatives of municipalities and local councils, hundreds of pages of written testimony, and tours of Galilee, the Little Triangle and the Negev.

The Committee said that, as long as there was no peace between the Arab States and Israel and a state of emergency existed, Military government could not be abolished or limited.

The Committee called for implementation of the Government decision to make Nazareth the "capital of Galilee." Steps in this direction should include continuing close coordination between the Military Governor and the District Commissioner; completing housing schemes, and developing industry and commerce to help the town economically.

It was noted that a person not suspected of being a security risk had little difficulty in obtaining a travel permit.

All the Military Government Areas are border areas from the security point of view. The distance between the Arab population in these areas and the Arabs across the border is negligible, and in both the "Triangle" and Galilee, Arab "population" centres are situated on traffic arteries and near security installations.

On or near these borders, especially in the North and East, there live concentrations of Arabs within Israel territory who outnumber the Jewish population in the same areas.

These areas are of supreme importance from the security point of view, and must be kept under control, since they might be made use of by the enemy in an emergency. There is no doubt that the Arab states count on support from Israel Arabs when the proper time comes.

It should not be forgotten

(Continued on Page 3, Col. 3)

Cairo Bloc Evolves 'All-Inclusive Plan'

CAIRO, Monday (Reuter). — The Heads of State of Egypt, Saudi Arabia and Syria announced today that they had evolved an "all-inclusive" plan for ensuring "Arab security, preserving the safe structure of the Arab nations and defending it against dangers of the Zionist aggression and foreign domination."

The Egyptian Prime Minister, Abdul Nasser, King Saud of Saudi Arabia and President Shukri Kuwatly of Syria declared in a communique issued after their five-day talks in Cairo that defence of the Arab world should "emanate from the heart of the Arab nations in accordance with the requirements of its own security, away from all foreign pacts."

They described their "all-inclusive" plan as "our shield against all eventualities or unpleasant surprises."

Their joint declaration said the three Arab leaders declared their "determination to safeguard the Arab world against the evils of the cold war by keeping it away from diverse currents and also by adopting an unbiased policy towards it. We thus preserve the Arab world's true interests," they added.

Support for Jordan

The three leaders announced they agreed that all possible support should be given to Jordan and every help extended to her in the event of any foreign pressure or Zionist aggression.

"We staunchly believe that real peace, which our countries together with all the other nations in the world look forward to, will not prevail unless every nation is inspired by such principles in the formulation of its policy towards other nations," the joint communique said. In this way tension arising from interference by some nations in the internal affairs of others, as well as exerting pressure in different ways, will "ease considerably" it added.

The three Arab leaders stated that they had laid down a plan to "counteract the attempts made through the Baghdad Pact to bring pressure to bear upon Arab countries, endangering Arab security."

The communique said that the agreement was reached on dealing with states which allow their subjects to be recruited by Israel armed forces and towards states supplying Israel with weapons.

Britain and Jordan Confer on Officers

LONDON, Monday (Reuter). — The Foreign Office today hinted that Britain might reverse her decision to recall some of her officers from Jordan's Arab Legion.

A spokesman said that the British Government was maintaining its request to the Arab kingdom that British officers should be relieved of executive command with the Legion. But he added, "We are discussing with the Jordan Government the question of their future employment."

The spokesman came under a barrage of questions at a press conference on whether his statement was a shift from the previously announced British policy. He said, "I do not in fact know whether there is any suggestion that the particular 15 officers should not all be recalled as was foreshadowed by the Prime Minister in the Commons."

Entire Question Studied

In another reply, the spokesman stated that Britain is considering with the Jordan Government "the whole question of future employment of British officers in the Arab Legion."

Some of the British officers are under contract with the Amman Government.

The spokesman reiterated that it is not Britain's intention to press any country to join the Baghdad pact. He was replying to questions about Cairo reports that the Egyptian Prime Minister, Abdul Nasser, recently proposed to the British Foreign Secretary, Mr. Selwyn Lloyd, that Cairo would stop criticizing the Baghdad pact if Britain did not press further nations to join it.

An Egyptian spokesman in Cairo said last night that Abdul Nasser had told Mr. Lloyd that Egypt would stop her campaign against the Baghdad pact if the pact was "frozen" and not extended to any other Arab country.

The spokesman said, "In this case the pact would not threaten Arab countries with disunity, and cooperation would be resumed between Egypt and Iraq (one of the members of the pact)."

Commenting on Baghdad reports that Egypt was ready to enter a new Arab pact with Iraq, the Egyptian spokesman said, "This is not at all the case. Egypt believes in purely Arab defensive systems, uninspired by foreign powers."

Primary School Reform Urged To Teach Trade, Agriculture

The Minister of Education and Culture, Mr. Zalman Aranne, last night proposed a fundamental change in the elementary school curriculum. Its chief purpose is to ensure that pupils who do not go on to secondary school will be prepared to enter a trade or agriculture.

Mr. Aranne opened the Knesset debate on the Ministry of Education Budget, which will continue today. The first reading of the entire budget is expected to be completed tomorrow. Earlier yesterday, the Minister of Justice, the Minister of Interior, and the Deputy Minister for Religious Affairs replied to the debates on their Ministries.

Under the plan suggested by Mr. Aranne, pupils would be divided up in the seventh grade according to their vocational objectives, with two-thirds being directed to studies which would prepare them for agriculture and trades, and the remaining third being prepared for secondary schools.

The vocational studies of the seventh and eighth grades would be equivalent to one year of study in a trade or agricultural school.

A ninth grade, at Government expense, would be instituted for boys who do not continue their studies after graduation. The curriculum here would be equivalent to that of the second year in a trade or agricultural school.

Ninth Grade

Mr. Aranne also announced that it would be necessary to levy a school building tax on parents who could afford it. The Ministry planned to bring such a proposal to the Cabinet.

At least one-third of elementary school graduates do not end up in a trade or other vocation; 17 per cent complete trade or agricultural schools; 26 per cent start work without any vocational preparation; while 22 per cent complete secondary schools.

But the picture is not without its bright spots, Mr. Aranne said. The allocation for education — IL48.5m. — is second only to that for defence. It is IL7.5m. or 18 per cent higher than last year's education budget.

Secondary schools will receive 30 per cent more than last year. This will enable the award of 900 additional scholarships, making a total of 6,560, which is about 25 per cent of all secondary school pupils.

Athough the great majority

(Continued on Page 3, Col. 5)

Industry Rejects Wage Increases

TEL AVIV, Monday.—The Manufacturers Association yesterday dismissed all possibility of wage increases unless they are accompanied by stepped-up productivity. The Executive Committee of the Association resolved last night that groups or members should not enter into negotiations with the Histadrut for changes in the existing collective agreements.

Wage increases at this stage would have a harmful effect on the State's economy and security, manufacturers feel, and they say prices should be stabilized, or even reduced, to increase the volume of industrial production and exports.

In Haifa, today, the Textile Workers' Union Secretariat decided to ask for wage increases of five to 15 per cent.

Imminent Shift Seen In West's Mid-East Policy

Israeli Killed On Jordanian Border

One Israeli was killed and three were wounded in incidents on the Jordan border yesterday.

One incident began shortly before noon when tax officials visiting the Barta'a Village on the Jordan border in the Hadera area were attacked by rifle and automatic fire from across the border, the Army spokesman announced. Israel police were summoned to the spot and exchanged sporadic fire with the attackers until evening. The Jordanians also used mortars.

One Israeli, Yosef Cohen of Givat Olga, was killed and Shimon Ben Harush was wounded in the eye, *The Jerusalem Post* learned. The name of a second wounded man was not disclosed.

The Jordanians continued firing despite the approach of U.N.T.S.O. Observers carrying white flags.

In the late afternoon, Jordanians opened fire on a vehicle travelling in Israel territory on a road near Kibbutz Magal, in Emek Hefer, the Army spokesman announced. One passenger was slightly wounded.

The fire came from the direction of the border village of Zeita, it was learned later. The civilian vehicle was attacked at about 5:45 p.m., and the driver was wounded in the leg. A passing bus was also hit by bullets, but none of its occupants was injured.

On the Egyptian border, there were four incidents yesterday in which an Egyptian position in the Kisufim area fired on an Israel post, the Army spokesman added. The post returned fire, and suffered no casualties.

On Sunday afternoon, Egyptian shepherds with their flocks penetrated into Israel territory in the same area. On being fired at by an Israel patrol, the shepherds fled to the Gaza Strip.

France Selling Israel Arms to Keep Balance

PARIS, Monday (Reuter). — Syrian officials have protested to the French Ambassador in Damascus, M. Achille de Clarac, against recent deliveries of French arms to Israel, sources close to the Foreign Ministry said here today.

The deliveries Syria was taking exception to were made to quieten Israel fears that deliveries of arms to Arab states were threatening this equilibrium, the sources added.

Cairo's Role Shocks U.S.

By EDWARD DE FURY

WASHINGTON, Monday (UP). — A reappraisal of the policies of the United States, Britain and France in the Middle East may take place in the tripartite meetings here after the return of Secretary of State Dulles on March 21 from the Far East, according to diplomatic officials.

At present nothing can be said certainly whether the U.S. is prepared to change its Middle East policies, especially as regards Egypt. However, it is understood that the U.S. was shocked by the recent events in Jordan, which Egypt appeared to have encouraged through propaganda if it did not have a direct connection.

One of the ideas circulating among diplomats here is whether the Tripartite conference in Washington should favour jointly telling Egypt that they can no longer tolerate Egyptian actions in the Middle East that help create a vacuum for the entry of Soviet Russia in that area by diminishing Western influence.

It is understood that the U.S. Ambassador to Egypt, Mr. Henry Byroade, is strongly against any tripartite pressure on Egypt on the grounds that it would only result in Egypt asking for more Soviet arms.

Proponents of the idea are reported to consider that while Premier Abdul Nasser might hold out these threats, he would not in reality welcome the arrival of more Soviet or Czech experts which further arms shipments would necessitate, since it might be hard to make them leave the country later.

Burns Tells Sharett Of Talks in Cairo

Jerusalem Post Reporter

Maj.-Gen. E.L.M. Burns called on Foreign Minister Sharett in Jerusalem yesterday to give an account of his visit to Cairo last week.

At their brief meeting, it is understood that Mr. Sharett and the Chief Truce Supervisor discussed Israel-Egyptian relations, including the massing on the border of Egyptian troops and Egypt's resistance to giving strict orders to her troops to refrain from firing on Israel patrols.

NOT TO INVESTIGATE

Maj.-Gen. E.L.M. Burns in a statement told Israel yesterday that the U.N. would not investigate the massing of Egyptian troop movements on Israel's border unless both sides first submitted to a "simultaneous investigation."

A statement issued by the Chief of Staff of the Truce supervision Organization noted that both parties have in the past complained that the other side had troops where the Armistice Agreement forbade them to be.

Israel retorted last night that the U.N. body was specifically established under the Armistice Agreement for the very purpose of receiving and examining complaints of the kind that she had made on Sunday.

Israel's complaint had noted that heavy concentrations of Egyptian troops were massing on the border.

The U.N. Chief's reply to Israel's plea for action in a dangerous situation was in the form of an argument to explain why he did not feel that a "single investigation" would be useful.

Gen. Burns found it necessary to comment that "allegations" of troop concentrations "cause very great anxiety."

To this an Israel spokesman replied, "The only comment Israel has to make on this statement is that the Egyptian troop concentrations cause Israel far more anxiety than could possibly result from the presentation of a legitimate complaint to the Mixed Armistice Commission."

Police Kill Arabs' Top Hired Gunman

TEL AVIV, Monday.—Israel Border Police shot dead the most notorious hired killer in the Middle East last Friday as he was fleeing with other Jordan infiltrators from Moshav Noham, in the Jerusalem Corridor, where they had murdered a settler.

As soon as the Jordan authorities heard of the death of their hired assassin, they asked for the body to be handed over to them and sent a high-ranking officer, Lieutenant-Colonel Izhak, to receive it.

The head of the Special Services Department of the Israel Police, Mr. Meir Novick, who gave the press this information today, said that for more than two years the Border Police had been on the lookout for Mustapha Hassan Abud, alias El Samueli Vauwi, a 33-year-old murderer who had to his "credit" the death of 21 Jews and the wounding of five others. When killed, he was found in possession of an M.3 Tommy-gun of the type used by U.S. paratroopers.

Began in 1947

The mercenary began his career of crime in 1947 with petty thefts, which soon gave way to armed robbery and murder. He "sold his sword to the highest bidder." During the War of Independence he was a member of a gang of cattle thieves, and when they were all killed turned a lone wolf, pillaging and killing his way to riches.

More than two years ago he became "an official servant" of the Jordan authorities, and since then until his death acted as a terrorist and spy on their behalf. It was not long before the Israel Border Police began to recognize the handwork of the vicious killer, who always shot at from 10 to 15 metres, using the almost noiseless 45 sub-machinegun and working in the hours close to midnight. They pledged themselves to get their man and set traps for him, finally catching up with him at the end of last week.

Mr. Novick said that the dead assassin had at one time offered his services to the Israel Government. The offer had been refused.

Fresh Clashes in Athens; Greece Seeks U.S. Support

ATHENS, Monday. — Twenty-eight demonstrators and police were injured in clashes in the vicinity of Omonia square in Athens tonight, as darkness fell. Earlier, hundreds of police had cordoned off the square to prevent demonstrators defying a government ban on public meetings.

Minor clashes had occurred during the afternoon, but groups of students were swiftly dispersed by police with batons. The students had defied the ban and marched through the main streets, shouting demands for Enosis and protesting against the deportation of Archbishop Makarios of Cyprus.

The Government's ban on the meetings, which were permitted yesterday, was stated to be based on security service reports that "anti-national elements" planned to exploit these demonstrations to provoke trouble and bloodshed.

All British departments in Athens have been concentrated in the main Embassy buildings, with a strong guard of Greek soldiers ready to prevent a repetition of last week's attempts to storm the Embassy.

The Greek General Confederation of Labour decided to call a nation-wide strike, on a date to be fixed later, to protest against the British moves against Archbishop Makarios and other Cyprus priests.

In Salonika also the Army stood by and demonstrators were quickly disbanded.

Shops Close

Athens shopkeepers boarded up their windows. Classes at Athens University were suspended and a manifesto was circulated protesting against the deportation of the Archbishop. Civil servants stopped work at 11 a.m., and most secondary schools were closed.

On the island of Rhodes, the Union Jack was hauled down yesterday at the British Consulate while 15 gendarmes were guarding the building, according to the Athens News Agency.

Prime Minister Constantine Karamanlis told visiting American newspaper and radio executives today that the U.S. should intervene "decisively" in the Cyprus dispute. He told them that he advocated self-determination not only for Cyprus, but for Malta and Gibraltar, too.

In Nicosia, Cypriot youths stoned British troops but were quickly dispersed by baton-swinging soldiers.

The entire island was tense as the authorities braced for an expected wave of terrorism. British security forces held the city in a virtual state of siege.

All Greek shops in Nicosia closed this afternoon after opening briefly in the morning. Terrorists reportedly telephoned shopkeepers that they must remain closed as a sign of "mourning" for the deportation of Makarios. Cypriot-driven taxis disappeared from the streets.

Meanwhile, in Mahe, Seychelles islands, the British Governor set the seal on the exile of Archbishop Makarios today with an island-wide ban on communication with him and his fellow deportees.

The Archbishop and three other deported Cypriot leaders were *en route* here from Mombasa, Kenya, aboard a Royal Navy frigate.

Social & Personal

President Ben-Zvi yesterday received the Minister of Development, Mr. M. Bentov, who reviewed the activities of the Ministry.

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The Prime Minister yesterday received the Argentine Ambassador, Mr. Gregorio Topolevsky, in his office in Jerusalem. The Ambassador was accompanied by Mr. Carlos A. Massa, Chief of the Argentine Embassy Consular Section.

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Foreign Minister and Mrs. Sharett entertained to dinner yesterday evening the Ambassador to the Soviet Union and Mrs. Avidar, Mr. and Mrs. Gavriel Doron, Mr. and Mrs. Herzl Berger, Mr. David Livshitz, Mrs. R. Medzini, and Mr. and Mrs. Aryeh Eshel.

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Mr. Marcel Franco, President of the Friends of the Alliance Israelite Universelle in the U.S., called on Mr. Joseph Sprinzak, the Knesset Speaker, yesterday. Mr. Franco was accompanied by Mrs. Hadassah Samuel and Mr. Joseph Elmaleh, Israel representative of the Alliance.

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A reception in honour of Professor and Mrs. Walter C. Lowdermilk was given by the Hebrew University at the home of the Vice-President and Mrs. M. Evenari on Sunday night.

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Mr. and Mrs. Harry Chemerow of Kenosha, Wisconsin visited the offices of the Jewish Agency Executive yesterday and were received by Mr. Salomo Eisenberg, Secretary General.

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ARRIVALS: Mrs. Fanny Kletzki, active member of the Uruguayan WIZO executive, for a visit; Mrs. Gosta Elfring, Editor-in-chief of the "Morgon Tidningen" daily, Stockholm, for a 10-day visit.

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DEPARTURES: Prof. Abba Lerner, Economic Adviser to the Minister of Finance, for a two-week visit to London. (by El Al).

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The U.S. Ambassador, Mr. Edward B. Lawson, is to address the Ramat Gan Rotary Club on "Capitalism in the U.S." at the Atzmaut Cafe at 1.15 p.m. today.

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Mme. Vera Korene, of the Comédie Française, gave a lecture with illustrations on French literature to a crowded and enthusiastic audience at the Y.M.C.A. yesterday evening.

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Prof. R. Bachi will speak on "Statistical Aspects of the Renascence of the Hebrew Language" at 8:30 tonight in Room 73 of the Ratisbonne Building, Hebrew University, under the auspices of the Israel Political Sciences Association.

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Dr. B. Spielholz, M.D. of the U.S.O.M., is to speak (in English) on "Problems of Public Health" at the Tel Aviv branch of the University Women Association, 34 Allenby Rd., (Progressive Party Hall) at 8.30 p.m. today. Guests welcome.

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A capacity house gave Paul Klecki, conductor, and Paul Torteller, cello soloist, a great ovation at the I.P.O. Gala Concert in the Ohel Shem last night in honour of Arturo Toscanini. Among the audience were the British, U.S. and Italian Ambassadors, and Mrs. Chaim Weizmann.

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The 7th Concert of the Jerusalem Chamber Music Society in cooperation with the B'nai Brith Hillel Foundation is to take place at Beit Hillel on Saturday, March 17, at 8.30 p.m. F. Pelleg, D. Gruenschlag, Z. Harel, W. Lewy will play works by Dvorak, Ravel and Brahms.

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The Natanya Rotary Club recently elected its new officers. Messrs. D. Magnes, E. Kaplan, U. Pumpianski, and G. Lowenstein are the President, Vice President, Honorary Secretary and Honorary Treasurer, respectively.

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Hamishmar Insurance Service draws attention to the newly created Lloyd's All Risk Policy for the Content of Private Flats, which gives protection wider than any known hitherto. Particulars obtainable through your insurance agent or phone Hamishmar, Tel Aviv 4471; Jerusalem 2057; Haifa 3635.

(Advt.)

R. HALBERSTAMM AT MERON

SAFAD, Monday. — Rabbi Yehuda Yekutiel Halberstamm of Klausenburg today prayed at the tomb of Rabbi Shim'on Bar-Yochai, taking his leave on the eve of his departure for the U.S. He is expected to return after the Passover holidays to settle here.

The Rabbi took a ritual bath at Meron, where he was greeted enthusiastically by a large throng of Hassidim who are wont to pray at the tomb of Bar-Yochai every New Moon. The morning prayers lasted until 3 p.m. and the rabbi sat down for his breakfast at 3.30. The Chief Rabbi of Upper Galilee, Rabbi Simha Kaplan, and Deputy Mayor Y.H. Berkowitz called on him to pay their respects.

SWEDISH MINISTER

Mr. Jens Malling is to present to President Ben-Zvi on Thursday his letters of credence as Swedish Minister. Yesterday, he presented a copy of his credentials to Foreign Minister Sharett.

Mr. Malling has hitherto been serving as Charge d'Affaires of the Legation.

SAPIR RECEIVES ARGENTINA ENVOY

The Minister of Commerce and Industry, Mr. Pinhas Sapir, yesterday received the Argentine Minister in Israel, Dr. Gregorio Topolevsky, and Councellor to the Embassy, Mr. Carlos Massa, for a discussion on economic relations between the two countries.

LAW REPORT

The Jerusalem Post
March 13, 1956

In the Supreme Court Sitting as Court Of Civil Appeals

Before the Deputy President (Justice Cheshin), Justices Landau and Witkon.

Sarah Moshecvitz-Varkonyi, Appellant, v. Dr. Marko Papo, Respondent (C.A.152/54)

Illegal Loan Not Enforceable. — Dishonourable Defence.

The Supreme Court dismissed an appeal against a judgment of the Tel Aviv District Court delivered on March 28, 1954 (C.C. 968/52).

In 1947, the late husband of the appellant was in Bulgaria, and while there, he lent Dr. Papo, the respondent, the equivalent of IL-2,432 in Bulgarian currency. The appellant claimed that when the latter arrived in Israel in 1949 and was asked to return the money he pleaded for an extension of time. In May, 1949, the appellant's husband died, and she was appointed by the court to administer his estate. She then claimed the return of the loan from the respondent in the Tel Aviv District Court, which rejected her claim on the grounds that the loan had been illegal in that it had been given to a Bulgarian resident by a Palestinian citizen without the permission of the High Commissioner, a contravention of the Defence (Finance) Regulations, 1941.

Mr. Rosenbloom appeared for the appellant, Mr. Samuel for the respondent.

Judgment

Justice Landau, who gave the judgment of the Supreme Court, dealt firstly with Mr. Rosenbloom's argument that, since the repayment of the loan was to be on demand, therefore the transaction should be regarded as having been completed only when the creditor had demanded the return of his money. This he had done when the respondent was already in Israel and he (the creditor) could therefore not be said to have made any transaction with a foreign resident. In dismissing this argument, the Court held that Regulation 4c(1)(b) prohibits any kind of payment to a foreign resident without the permission of the High Commissioner, that at the time he received the loan the respondent had been a Bulgarian resident — a fact not disputed by the appellant — and that it was not in the least important when and where the loan was due to be returned. Furthermore, the deceased had also contravened Regulation 3(1), which prohibits any person who is not an authorised dealer to lend foreign currency without the permission of the High Commissioner (now the Minister of Finance).

As regards the appellant's second argument, viz. that the transaction had been validated retroactively by the Controller of Foreign Currency, the Court held that the fact that the Controller had stated that if the deceased had asked for a permit to make the loan at the time he would have received it, could not be regarded as a validation of the loan, but was merely an expression of opinion. Furthermore, the District Court had correctly held that this transaction was not one which could be validated retroactively.

In general, said Justice Landau, he did not think that because Ministers or their deputies had the power to grant permits, they should be accredited with the power to ratify or validate what had already been done unless some special provisions of the law clearly justified such an interpretation (see 1951 A.C. 837). However, no hard and fast rules should be laid down with regard to this question in the present case in view of the decision that in any case there had been no validation of the transaction.

In conclusion, Justice Landau said that in this case, as in others of a similar nature, the plea of illegality of the transaction may have afforded the respondent a convenient excuse for evading his obligations. In respect of costs, he confirmed therefore what had been said in C.A. 54/52 (P.D.9/864) that the plea of illegality of a transaction on the part of one of the parties to the transaction must prevail if it is good in law, but it is a most dishonourable defence.

Appeal dismissed and each party ordered to bear their own costs.

Judgment given on March 6, 1956.

EMERGENCY PHARMACIES

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JAFFA: Briut, 6 Rehov 3, 82633.
RAMAT GAN: Ramat Gan, 51 Bialik, 71514. RAMAT YITZHAK Hatikhon, 96 Hatikhon, 71949.
PETAH TIKVA: Assuta, 7 Stampfer, RISHON LE ZION: Malal. BNEI BRAK: Hadassah, Zikhron. Meir. HOLON: Ribek, Struma Sq. REHOVOT: Brak, 159 Herzl, 266.
HAIFA: Pevzner, 27 Pevzner, 6073. Hakochav, 28 Wadi Salib. KIRYAT BIALIK: Bialik, 7208. NAHARIYA: Nahariya. SAFAD: Feldmann.

EMERGENCY PHYSICIANS

JERUSALEM: Dr. Romanoff, 11 Arlosoroff, 61217. Dr. Greenwald, 22 Yehoshua Bin Nun, 62962. Dr. Heizelbek, 10 Yoel, 2964.
TEL AVIV: Dr. Shaham, 1 Syrkin, 25842. Dr. Sahar, 54 Sokoloff, 26583. JAFFA: Dr. Weinberg, 4 Rehov 68.
HAIFA: Dr. Sherman, 3 Hanesiim, 2424. Dr. Ludwig, 24 Shivat Zion, 67417.

Cinemas

JERUSALEM

At 3.30, 6.30 and 8.30 p.m.

ARNON: To Hell and Back, 3rd week.
EDEN: Blackboard Jungle, 3rd week.
EDISON: A Star is Born, 3rd week.
ORNA: Good Morning, Miss Dove, 2nd week.
ORION: The View from Pompey's Head.
OR GIL: The Dream of Every Woman, 2nd week.
RON: Gilda, 2nd week.
STUDIO: "La Rage au Corps," 5th week.
TEL OR: The French Line, 2nd week.
ZION HALL: "Pane, Amore e Gelosia," 2nd. week.

TEL AVIV

At 3.30, 7.15 and 9.15 p.m.

ALLENBY: Love is a Many-Splendoured Thing.
CHEN: "Mam'selle Nitouche."
ESTHER: Bad Day at Black Rock.
MOGRABI: Battle Cry, 3rd week
OPHIR: "Papa, Maman, La Bonne et Moi," 2nd week.
ORION: Helen of Troy, 8th week
SHDEROTH: Palace Hotel
TAMAR: Not as a Stranger, 2nd week.
TCHELETH: "Les Amants du Tage," 18th week.
YARON: "Les Femmes s'en Balancent," 2nd week.
ZAMIR: "La Vie d'un Honnete Homme," 3rd week.

HAIFA

PEER: Green Scarf, 2nd week.
GAL OR: Queen Bee Matinees: The Brigand.
ORAH: The End of the Affair.
AMPHITHEATRE: Seven Cities of Gold.
ORLY: Dial M. for Murder.
ARMON: The Dam Busters, 2nd week. Matinees: Hansel and Gretel.
EN DOR: Duel in the Jungle.
MORIAH: "Carosello Napoletano," 3rd week.
ORION: The Looters.
ATZMON: "Perdenami."
MAY: "Les Diaboliques."

BEN-ZION
WITLER
SHIFRA
LERER
A Soldier on Furlough

Tonight, March 13. HANAT GAN, Keesem, 8.45
Wed. March 14. HERZLIYA, Tiferet, 8.45 p.m.
Thurs., March 15. HAIFA, Ora, 8.15 p.m.
Fri. March 16. KIRYAT HAIM, Beit Am, 8.45 p.m.

Where to go

JERUSALEM

• Exhibitions:—
1) Dutch and Flemish 17th Century Paintings. 2) 35 Posters for the 24th Zionist Congress. 3) Paintings by Maurycy Gottlieb. 4) Works by Lionel Feininger. Exhibit of Month: Illuminated Passover Hagadah from Provence or Spain (14th Century). Bezalel, 9-1, 3-6.

1) Applied Arts — Works by Louise Schatz, Zahara Schatz. Bezalel Schatz and Jean Schatz. 2) Drawings and sculptures by Jane Schacheri-Hillman. 3) Oil and Tempera Paintings by Zvi Gali. Artists House, 10-1, 4-6.

Permanent exhibition at the Department of Antiquities. Temporary: Finds in Caesarea. 9-1, 3-6.

"Conquest of the Desert." Jerusalem Convention Centre. 10-1, 4-6.

• Lecture:—
Mr. E. Najjar, of Foreign Ministry, on "Impressions from the U.N." at Evelina de Rothschild School, Rehov Ussishkin, at 8.15. Documentary films.

• Playreading:—
"The Refusal," by Yehuda Hasrraeli, Orot dramatic group, Beit Hillel, 8 p.m.

• Theatre:—
Ohel, "Johnny Belinda," Edison 9.

• Tours:—
Hebrew University conducted tour. New Administration Building. Opposite Terra Sancta. 10 a.m.

TEL AVIV

Italian specialities, lunch, dinner, music. Luky's Bar, 3 Allenby Rd.

• Exhibitions:—
Annual Exhibition of Israel Painters and Sculptors, Museum, 10-1, 4-7.

• Lecture:—
"Modern Experiment in Education in America." Shulamit Katzenelson — Co-sponsored Israel America Friendship League — Z.O.A. House; 8.30.

• Theatre:
Cameri, "The Italian Straw Hat"
Mograbi, 8.
Ohel, "Donna Gracia," 8.
Dajcan and Schumacher, "Totzeret un Ein Lach," Ohel Shem, 8.45

• Cello Recital:—
Maud Tortelier — Sammartini, J.S. Bach, Schumann, Debussy, De Falla. Museum, 8.30.

HOLON

• Theatre:—
Cameri, "The Hasty Heart."
"Armon," 8.

KIRYAT HAIM

• Concert:—
Larry Adler, Beit Ha'am, 8.30.

U.N. Report Says World Busier, Richer, Healthier

NEW YORK, Monday (Reuter). — The U.N. today published a report that the world is a busier, richer and healthier place for its rapidly growing population. The facts and figures make up the seventh issue of the U.N. Statistical Yearbook for 1955.

The world under survey in 1954 had an estimated population of about 2,650m. people, 23 per cent more than in 1930 and about 18 per cent more than in 1940.

Slightly more than half these people live in Asia, though Europe is easily the most densely populated continent. Oceania, with only two inhabitants per square kilometre, is at the bottom of the continental breakdown.

Figures available from the non-Communist world show that in 1954 its factories and mines were producing nearly twice as much as in any pre-war year. Its railways were hauling almost twice as much freight, its ships carrying about 50 per cent more goods and its roads buzzing with twice as many motor vehicles as in 1938.

Since the war, the U.S. has re'aced Britain as the largest single trading country. Western Germany was the third most important trading country followed by France and Canada.

The tonnage of the world's merchant shipping fleet has grown about 50 per cent since before the War. The U.S. fleet, by far the world's largest, has more than doubled its pre-war figure and is today nearly 50 per cent larger than Britain's.

The year book noted a worldwide decline in infant mortality rates since the early 1920's in all countries, and a substantial increase in the average life expectancy at birth.

Most Illiterate Country in World

NEW YORK, Monday (Reuter). — Portuguese Guinea, on the west coast of Africa, has the highest illiteracy rate in the world with only 0.3 per cent of the population able to read or write, the U.N. reported yesterday. The U.N. Statistical Yearbook quoted 1950 census figures to give a 9.7 illiteracy rate for the Portuguese colony.

In other African territories, 94 per cent of the Moslem population of Algeria was illiterate (1948 census), 74.5 per cent in Egypt (1947 census) and 70.9 per cent of the Bantu population of South Africa (1946 census).

The Yearbook said that in India, a 10 per cent sample of the 1951 census returns indicated that 82 per cent of the population ten years of age and over were illiterate.

Only six European countries appeared in the Yearbook's illiteracy table with rates varying from about three per cent in Belgium (1947 census) and France (1946 census) up to 22.5 per cent in Greece (1951 census) 25 per cent in Yugoslavia (1953 census) 39.7 per cent in Malta (1948 census) and 40.7 per cent in Portugal (1950 census).

PRIZE GIVEN FOR RESEARCH ON COTTON

Research work on "Cotton Growing in Israel" has won Mr. Joseph Attiah, a graduate of the Eliezer Kaplan School of Economics and Social Sciences—The Hebrew University, the Dr. Emil Schmorak Prize this year. The prize is awarded annually on the anniversary of Dr. Schmorak's death for the publication of outstanding theses in economics. The Prize has been established by the Constructive Enterprises Ltd., (General Zionist Federation).

ON THE AIR

FIRST PROGRAMME

522, 349, 33.3 & 43.9 M.

News: Hebrew: 7 a.m., 1.30, 7.00, 9.00 p.m. 12.00 Midnight. Arabic Programme: (including News): 8 a.m. 2.15 & 5.45 p.m.
6.30 a.m. Service. 6.35 Exercise. 6.45 Musical Clock (R). 7.15 Melodies (R). 9.00 Close Down.
12.00 N. "Music at Noon."
12.30 Music for two pianos.
12.50 Light Music (R). 1.45 "From Dan to Eilat" (R). 2.30 Close Down.
4.00 p.m. Programme for Hospitals. 4.20 Agricultural Programme. 4.40 Vocal Recital by J. Blumberg (Duparc & Mahler Works). 5.00 Language Corner. 5.15 Youth Corner. 6.45 Bible Reading. 7.15 The Week in the U.N. 7.30 Haifa Programme. 8.00 Noah's Ark. 8.45 Talk. 9.15 Concert by the "Kol Yisrael" Orchestra. Conductor: Heinz Freudenthal. Soloist: Leda Gramatman. Works by Mendelssohn, Schman, Othmar Mussic & Karel Salomon. 10.45 Short Story. 11.00 "New Worlds" 11.15 Light Music played by famous Symphony Orchestras. The London Symphony Orchestra, conducted by Eric Coates. 11.30 Dance Music (R). 12.10 Close Down.

SECOND PROGRAMME

507, 480, 235, 214, 41.9 & 33.3 M.
English News: 1.45, 10.15 p.m. French: 2.00 p.m.
IMMIGRANTS' HOUR: 5.30 p.m. Programme for Yemenites. 5.45 Hebrew Lessons for Ulpanim. 6.00 Light Music. 6.30 French. 7.00 Yiddish. 7.30 Ladino. 8.00 Persian. 8.15 News in Easy Hebrew. 8.30 Rumanian. 8.45 Hungarian. 9.00 Close Down.
KOL ZION LAGOLA (33.3 M.): (South Africa Programme): 6.30 News. 6.40 From the Federation. 6.45 "Views on the News." 11.15 p.m. News. 11.30 On the Spot. 11.30 T.A. Jazz Club. 11.45 Easy Hebrew Conversation.
ARMY PROGRAMME (44.6, 216, 235 & 208 M.): 6.30 Opening. 6.35 Songs. 7.00 News. 7.10 Musical Mosaic. 7.30 "Bow and Arrow." 8.00 Noah's Ark. 8.45 Fritz Kreisler (violin). 9.00 News. 9.15 Dance Music. 9.25 Dance Music. 10.00 Close Down.
B.B.C. HEBREW BROADCASTS: (16.78, 19.42, 16.96, 20.15 M.): 7.30-8.00 p.m. News. News Talk. Arts Chronicle. Dance Music.

"PARIS IN TEL AVIV"
New Floor Show at the COCKTAIL BAR — CABARET
73 Rehov Hayarkon, Tel Aviv.

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on Passover eve, March 26, 1956.
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Nazareth Housing Centre Progressing

The first apartments of Nazareth's building project are expected to be ready for use by mid-summer. Three buildings, containing 16 three-room apartments and a common laundry, are well on the way to completion, and work has begun in the construction of eight additional buildings, each of which will contain eight two-room apartments.

The new centre will eventually include 600 housing units, as well as schools, offices, stores, etc. There are also plans for the construction of a large chocolate factory.

U.N. Pays Warm Tribute to Picard

A warm tribute to Professor Léo Picard, head of the Hebrew University's Department of Geology, for his successful "Look-See" assignment to Greece as an underground water expert, is paid by the U.N. Technical Assistance Administration. Professor Picard spent a fortnight in Greece last year under the auspices of the Technical Assistance Administration to advise the Greek Government on underground water problems.

In his report, Professor Picard gave an optimistic picture of Greece's groundwater resources. He pointed out that during his short visit he had been able to select certain areas for immediate drilling operations.

Report Gets Priority

The head of the Office for Europe, the Middle East and Africa of the Administration Programme Division, Mr. Tagi Nasr, in a letter thanking Professor Picard for his report on his mission, announced that he had recommended the publication of this document on a priority basis.

In view of the fact that Professor Picard cannot be spared for longer periods from his work at the University, the Technical Assistance Administration announced that, rather than send another full-time expert to Greece, it would recommend to the Greek Government that Professor Picard undertake two more short assignments this year.

NEW WORLD AIR RECORD SET

LONDON, Monday (Reuter) — Britain's Royal Aero Club announced yesterday that a new world air speed record was set up in a Fairey Delta II aircraft, which went at an average speed of 1,132 miles per hour, over an official 15 to 25 kms. course. The record is subject to official confirmation. Average speeds were 1,117 mph and 1,147 mph for two runs. The present record of 824 mph is held by a United States Air Force pilot.

At the Cinema

A HAIFA firm, "Israel Youth Films Ltd.," has taken up the urgent question of films for children by acquiring Swiss productions and dubbing them in Hebrew. The first film, "Hansel and Gretel" has been renamed "Ami and Tami" (Armon, Haifa).

The fairy tale is well told, the colours excellent; the dubbing by no means exactly repeats mouth movements but the voices are clear — and an audience up to the age of eight followed the film in spell-bound silence.

To my mind, the poor wopdcutter's wife continuously looked as if she had just come from a hairdresser but who am I to say what an eight-year-old expects from a mother? I can honestly admit I found it hard to leave, as I was compelled to, a few minutes before the end.

This film was preceded by an excellent marionette short in colours, the imaginings of a little girl looking through the window of a toy shop. I was particularly taken by the little black page who carried the Princess' train. He was always late but he always managed to get there.

Good Entertainment

GRAHAM Greene wrote a novel about a seamy affair which ended in the woman, in a manner hazy to the reader, dying in sanctity. The screen version, "The End of the Affair" (Orah, Haifa), changes the whole miserable intrigue into a serious love affair which poises the heroine in a difficult position twixt lover and husband. It managed to infuse logic into the heroine's conversion, although there was far too much obstruse talk for a visual art-like cinema.

If you can forget the novel (and it is not one of Greene's best) and treat the film as an original script, then "The End of the Affair" is good standard entertainment capably played by Van Johnson as the lover, Deborah Kerr most sensitively as the wife and Peter Cushing as the desiccated, sincere husband. All three deserve marks and one should not omit John Millis, as the private detective, a genre role which relieves the tension of high passion.

H.

Struggling Student

"NOT as a Stranger" (Tamar), based on the best-selling novel of that name, describes the struggle of a young man (Robert Mitchum) to obtain his doctor's degree and then to become a worthy practitioner.

It is a competently made picture with a host of stars, including a platinum-haired Olivia de Havilland, Frank Sinatra, Broderick Crawford and Charles Bickford, and yet it never really manages to come to life. The fault lies mainly with Mitchum, who could not appear less interested in his role. On the other hand, Sinatra in a small part is excellent, as is Crawford as a dedicated lecturer on medicine.

SW

THE ASSOCIATION OF AMERICANS AND CANADIANS, Jerusalem Branch
invites members and their guests to a lecture with coloured slides, by
Dr. J.O. RONALL
of the Ministry for Foreign Affairs
on
An Israeli in Japan
(in English)
Tomorrow, March 14, at 8.30 p.m., at Beit Hillel, 6 Rehov Balfour, Jerusalem.

PRICE REDUCTION FOR TNUVA CHEESE

Reduced Prices:
White cheese IL0.700 per kg.
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Yesterday's Press

'Zero Hour Nearer'—Davar

"Davar" (Histadrut) observes that the renewed outbreak of aggression on the Kinneret and the flare-up on the Jordan border indicate that the hour for the Second Round is about to strike and unless the West accedes to Israel's call for defensive arms in the very near future the chances of peace are small.

The massing of Egyptian forces along our border, in flagrant violation of the Armistice Agreements, writes "Hatzofe" (World Mizrahi), will test the willingness and ability of the United Nations to do its duty by ordering the sabre-rattling Egyptians to withdraw.

"Haboker" (General Zionist) writes that the religio-racial fanaticism attending the Arab aspirations to establish an Arab-Moslem empire stretching from the Euphrates to the Atlantic Ocean should not be lost on the West whose clear thinking, unfortunately, is being effectively hampered by oil considerations. This is a point that Israel should sharpen and hammer home for though the immediate threat is aimed against her and the Jewish people, it is really the free world that should be alarmed at these ambitious Arab-Soviet designs.

"Al Hamishmar" (Mapam) writes that the Heletz III discovery shows that the reserves there are substantial and give ground for believing that drilling in other zones will yield similar results, while "Omer" (Histadrut) recalls that it is the interests of foreign oil companies in this region which to a great extent determine American Foreign policy in the Middle East.

"Defaulters'" Blacklist

"Ha'aretz" (non-party) finds that the blacklisting of seven firms who failed to come across with contributions to the Defence Fund is a violation of citizens' rights, an unfair and immoral procedure, and an indication that the voluntary contributions period has come to an end. The Public Committee, in the paper's opinion has by resorting to this method, converted the voluntary campaign into a farce.

"Haboker" writes that as long as those who "fix quotas" and call for contributions are appointed from above on the basis of the "Party Key," they cannot decide for others what they ought to pay. Their approach is rooted in the Galut custom when anyone falling out with the "Gaba'im" (Custodians) was vilified and excommunicated. The present blacklisting campaign is an onslaught against the middle class.

"Kol Haam" (Communist), which has been against the Defence Fund on principle, writes that the publication of the Black List is intended to terrorize citizens who decline to fall in with the Ben-Gurion Government's method of whipping up a war hysteria.

The burden of Israel's request that U.N. probe the Egyptian army's massing in the Sinai Desert, writes "Ma'ariv," is that every Egyptian soldier not needed at home to uphold Nasser's rule or to take over the Suez bases as they are cleared by the British, is today poised on the Israel border. This massed force, ten times that permitted under the Armistice Agreement, is there for aggression purposes only.

The stock of the U.N. Staff is pretty low in Israel, in recognition of the fact that while it is always on the alert to condemn Israel defensive action it is always slow in following up enemy attacks, and unless it can prevent the massing of the Egyptian army in the region east of El Arish, it will lose its very claim to existence as far as Israel is concerned.

200,000 Get Butter Donated by Americans

Over 200,000 citizens of Israel are now benefiting from the butter and cheese which has been received by Hadassah from American surplus stocks, donated by the people of the U.S.

The first distribution, consisting of 130 tons of butter and 100 tons of cheese, commenced under the auspices of the Hadassah Council in Israel on February 15 and will continue until the end of March. Immediately after the Passover a second distribution will commence of a further 130 tons of butter and 50 tons of cheese.

The beneficiaries of this project include school children all over the country, hospitals, day nurseries, orphanages, old age homes, Youth Aliyah centres and new immigrant villages.

Negro Priest on Hunger Strike in New Jersey

ATLANTIC CITY, New Jersey, Monday (Reuter). — A Negro minister who launched a fast and prayer period here has vowed to stay in the pulpit "as long as God gives me strength" in support of the Negro bus boycott in Montgomery, Alabama.

The Reverend Russel Roberts, 37, pastor of Shiloh Baptist Church, put up a cot in his church last night and said he would live on a quart of vegetable juice taken twice a day.

Reverend Roberts, a former boxer, was a sparring partner for the Negro former world heavyweight champion, Jersey Joe Walcott.

Negro leaders in Montgomery were recently indicted on charges under a local anti-boycott law for allegedly promoting a boycott of the bus service in protest against seating segregation of Whites and Negroes.

Starting Saturday, March 17, 1956 at the
ARMON Cinema, HAIFA
ORGIL Cinema, JERUSALEM

Technion to Train Oil Technologists

HAIFA, Monday. — Training in Oil Technology which, in view of the discovery of oil in Israel, has become the need of the moment, will shortly be given by the Technion, its President, Rav-Aluf Y. Dori, has announced.

To this end, a meeting took place recently between Technion authorities and representatives of various oil companies, at which it was agreed that the latter lend active support for the project. The immediate programme is to open an Oil Technology Option comprising two years of post-graduate study for students who have completed a full four-year course in the Faculties of Chemical Technology or Mechanical Engineering, said Rav-Aluf Dori.

The Technion President said that the opening of these courses presented problems for which a prompt solution must be found: that of obtaining suitable teaching staff, and the additional laboratory equipment required. The Technion would also have to consider granting scholarships and other forms of assistance to post-graduates intending to take the courses in Oil Technology.

Spokesmen on behalf of the oil companies welcomed the Technion's efforts to meet the need for trained men in this field and elected a committee to assist the Technion in this connection in a financial and an advisory capacity.

PREMIERE. — Some 30m. people saw the American premiere of Sir Lawrence Olivier's film version of "Richard III" on U.S. television networks on Sunday. The film televised in colour and black and white ran for three hours.

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GUEST PERFORMANCES MARCH 24 — APRIL 2, 1956

ROBERT SHAW CHORALE

Presented in cooperation with "American National Theatre and Academy"

Conductor: ROBERT SHAW

On the Programme: MOZART REQUIEM, Chorus from "PORGY and BESS"

JERUSALEM: March 24, Edison • TEL AVIV: March 27, Ohel Shem
HAIFA: March 28, Armon • EIN GEV: March 31 Festival

TICKETS — Jerusalem: Cahana; Tel Aviv: Radio-Union, Kanaf, Cartis; Haifa: Yuval-Ginsburg.

Impresario: W. H. ROBERT

Today's Postbag

THE WEATHER

FORECAST: Fair, with a rise in temperature.

	A	B	C	D
Mt. Canaan	60	5	12	18
Tiberias	58	10	19	22
Haifa Port	63	14	17	21
Natanya	67	15	19	21
Tel Aviv Kiryat	64	10	14	20
Tel Aviv Port	69	14	16	19
Lydda Airport	61	10	16	21
Jerusalem	56	6	10	17
BeerSheba	68	11	16	20
Eilat	82	16	32	36

• • •

REHOVOT CITIZENS gathered yesterday at the President's Forest in the Jerusalem Corridor to mark the planting there of the Rehovot Wood by the Jewish National Fund.

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VICTIMS OF infantile paralysis will be allowed to park in places normally prohibited. The Israel Foundation for Infantile Paralysis has announced that the police have agreed to grant this concession to drivers provided with a special Enastill card.

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ADVICE ON the use of cooking gas will be given to consumers between 11 a.m. and 1.30 p.m. today at the Consumers Association offices in Tel Aviv, 8 Beit Hashoeva Lane.

GAS CONSUMERS in Haifa can receive free advice from a representative of the Gas Consumers Association at 47 Rehov Hehaluts every Thursday, between 11.30 and 1.30.

• • •

AVIGDOR STEIMATZKY and Shimshon Holzmann have been awarded Dizengoff Prizes, in addition to those already distributed, the Tel Aviv Municipality announced yesterday. "Acro" by Steimatzky and "Landscape" by Holzmann have been acquired with previous years' undistributed prize money.

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THE FIRST 40 volunteers from Ramle and Lydda to help border settlements have gone to the Negev.

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700 TINS of Nescafe and meats were stolen on Sunday night from Mr. Moshe Heiger's wholesale shop in Rehov Piggiotto, Tel Aviv.

• • •

THE TRADERS and Shippers Company's s.s. Kishon, laid up for some weeks because the Citrus Marketing Board refused to allot it any fruit shipments to Russia, sailed yesterday, her holds empty, but with two emigrants aboard. She is going to Constanza, Rumania, to pick up a cargo of timber.

• • •

A SPECIAL ISSUE OF "The Israel Export Journal" has just appeared, devoted to the export of foodstuffs and agricultural products. It contains 36 illustrated pages and presents a comprehensive survey of the export possibilities of the country's food products. The journal is distributed in 64 countries.

DIAMOND FACTORY FOR ASHKELON

ASHKELON, Monday. — A diamond cutting factory is to be established here next month through the initiative of the South African industrial development company, Afrikon Ltd. The factory will be set up in the light industry zone of the Afridar neighbourhood in Ashkelon. It is hoped that the plant will eventually employ over 50 workmen.

NORWEGIANS TOLD 'LET ISRAEL LIVE'

TEL AVIV, Monday. — A poster showing a tree threatened by an axe is being distributed all over Norway following the visit to Israel of the Norwegian Socialist Party delegation. The slogan on the poster reads: "Let Israel Live."

Battle to Drive Off Egg-Laying Locusts

Large swarms of yellow locusts seeking a suitable place to lay their eggs have entered the country since March 5, the Ministry of Agriculture's Plant Protection Department has announced. The locusts, coming from a southwesterly direction, covered wide sections of the country.

Workers of the Department are continuing, despite topographical and security difficulties, in their efforts to destroy the locust concentrations before eggs are laid, to prevent future disasters.

MOSHAV SECRETARY HELD AS SMUGGLER

BEERSHEBA, Monday. — The Secretary of Moshav Omer, near here, Nathan Weiss, 32, has been arrested on suspicion of traffic with Jordan smugglers. No details have been released but it is understood that the black market in cattle is involved. *(Itim)*

Infiltrators Plead Slump in Gaza

RAMLE, Monday. — Two infiltrators from Gaza were today sentenced to six and seven-and-a-half months in prison respectively, by the Military Court for Infiltration. One of them, aged 18, was caught in the Negev at the beginning of this year, while the other, aged 40, was apprehended last November.

Both claim that they left Gaza because of the economic crisis in that town.

The Beersheba Special Military Court for Infiltration today sentenced an infiltrator to one year in prison. He was caught last October near Kissufim along the Gaza Strip.

The infiltrator claimed he was "insane," and had crossed the lines inadvertently.

Bonus for Peanuts When Hand-Picked

New settlements growing groundnuts have been guaranteed a IL75 bonus per ton, if picked by hand, the Ministry of Agriculture spokesman announced yesterday. The stipulation of handpicking is to encourage export grades, which are injured by mechanical harvesting.

The prices for the crop have been set a IL510 a ton for export quality and IL425 a ton for nuts good only for oil, the spokesman said. Last year, there was a flat rate of IL460 a ton. The change is designed to encourage the export of the Israel product, marked "Hand-Picked Selected."

No Double Tax

The Property Tax Law, now under discussion in the Knesset Finance Committee, will not authorise the Government to examine bank deposits, it was learned yesterday in Jerusalem.

Neither will it impose a "double tax" — one paid by a company on its capital as well as by shareholders on their stock — but will tax one or the other, while special consideration will be given to investments of foreign capital, it is understood.

JERUSALEM—MEKOROT CONTRACT INITIALLED

The contract turning the Jerusalem Municipal water pipeline over to Mekorot was initialled yesterday by Mayor Gershon Agron and Deputy Mayor Mordechai Ish-Shalom, and by Mr. Y. Kariv, representing the company. It will be formally signed on March 20 at Shoeva in the Jerusalem Corridor.

Haifa Gets on Its Toes For Civil Defence Exercise

By YA'ACOV FRIEDLER, Jerusalem Post Reporter

HAIFA, Monday. — In its first day, the country's big air raid exercise here stayed "underground" today.

Its only noticeable effect on daily life was the absence from work of hundreds of middle-aged and elderly men and a few girl secretaries, who form the skeleton staff of the Haga organisation. They reported early this morning at dozens of nerve-centres in more or less fortified shelters, first-aid stations, and rescue assembly points to put Haga's organisation to the test. The operation was controlled from a central headquarters, from which arteries in the form of telephone cable reached out to receive messages and pass on instructions through zonal control stations to street control points.

Tomorrow, these points will pass on instructions to the muscles of the organization, the wardens, fire fighters, and rescue squads who will be put to the test in dealing with the dozens of "bombs."

When 'Bombs' Fall

When the "bombs" fall, each incident will be spotted first of all by the street inspector, appointed to control every one of the city's streets. He will whistle for help from his Number Two, whose job it is to run the report of the damage to the street control point. Here, the report will be passed through a direct telephone line to the zonal control centre for plotting and report to H.Q. At the same time, the street control point will send its available equipment to fight the fire and evacuate casualties. If necessary, help will be called for from the zone control. If even this is not enough, the H.Q. will be contacted for further help.

Each incident is plotted on control boards at every control stage up to H.Q. level and damage reports are made out. The location of every piece of equipment is seen at a glance on the H.Q. plotting table. About 40 referees will judge the way each incident is dealt with and will award marks accordingly. Discovery of the weak spots will help the Haga commanders make improvements where necessary.

The Haga commanders have expressed satisfaction with today's turn-out. Mobilisation was 100 per cent, with even some cases of eager wardens who were not due to report today turning up a day ahead.

During a tour of the various points, newsmen saw dozens of hand-drawn fire carts equipped with hoses, buckets and stirrup pumps at the ready at the street control level; heavy equipment at strategic points, and first-aid posts, casualty clearing centres and emergency operating rooms, the principal one in an underground room, formerly a tres and emergency operating tables and staff were ready, together with a thousand bottles of blood and plasma. The kilometres of telephone lines were laid by the Post Office staff and many Gadna youths who tomorrow will act as casualties.

Jobless Increase To 12,250

The average daily number of jobless rose by 335 to 12,250 in the week ending March 5, the Ministry of Labour announced yesterday. Of the employed, 9,790 were unskilled labourers and 2,200 women.

The centres of unemployment were: Haifa, 1,563; Tel Aviv, 1,502; Jerusalem, 1,201; Petah Tikva, 655; Ramat Gan-Givatayim, 614; Lydda, 438; Ramle, 371; and Rishon le-Zion, 345.

Testing Size Of Heletz Field

REHOVOT, Monday. — A test drilling is to be made two kilometres south of Heletz to determine the extent of the oilfield, *The Jerusalem Post* learned tonight. A two-and-a-half inch hole is to be bored there, to a depth of 600 metres.

A water supply has been laid to the site of Heletz IV and all is ready now to put up the rigging. Drilling at Heletz III and Negba is proceeding slowly.

The Exit hole, through which 11 inmates of the Ramle Prison tried to escape on Saturday night, is being inspected above by a police officer. It is in the vegetable garden by the prison wall. The 11 were brought in handcuffs before the Ramle Magistrate yesterday and charged with attempting to escape from legal custody.

Cleaning Drive In Jerusalem

Jerusalem Post Reporter

The week-long "clean-up Jerusalem" campaign is going into high gear today. The campaign is sponsored jointly by the Municipality and Hovevei Yerushalayim, a civic group.

So far, Hovevei Yerushalayim has been conducting an intensive explanatory campaign in the area north of Jaffa Road which has been divided into 26 "action areas." More than 20,000 letters have been distributed to householders through schoolchildren and members of the house-to-house tour.

Today, the Sanitation Department is sending out reinforced cleaning teams. They will not content themselves with lugging away the dirt and junk piled on the sidewalks by residents, but are to clean courtyards, sending the bill to the householders.

The city is to receive six modern garbage disposal vans in the near future which will expedite the work of the department.

Hovevei Yerushalayim has asked the Municipality to send out workers to wash and scrape away the signs painted on many houses, and to punish offenders.

13,000 Youngsters Prepare To Mark Youth Aliya Day

By PAUL KOHN, Jerusalem Post Reporter

TEL AVIV, Monday. — Over 13,000 youngsters in the care of Youth Aliya were today making last-minute preparations for "Children's Day" to be held tomorrow. The children will gather at 12 district conventions from Kfar Giladi, in the North, to Mefalsim in the South, where dancing, artistic performances and sports competitions will be staged.

Youth Aliya wards will also make their way to ma'barot and poor districts to chat with the youngsters there and perhaps even persuade them to join the organisation. A mass rally at the Ohel Shem Hall here on Wednesday night will close the traditional "Day."

Youth Aliya wards were dispersed in 156 settlements, 72 homes and 13 youth centres, Mr. Moshe Kol, Head of the organisation, told newsmen today during a tour of the Negev.

Over 80 per cent of them are new immigrants, and the rest mostly from poor areas. Moroccan youth were the most popular in settlements, for it has "suddenly been discovered" that these boys and girls are keen and well-behaved and that many of those now coming have received a good schooling, Mr. Kol said.

Newsmen today visited Amazia, in the Lachish area, which is held by Nahal settlers, all of whom were brought up by Youth Aliya. Nahal is preparing the spot, situated on a dominating hill for civilian settlement. Amazia is eight months old, and already 700 dunams of the hilly area have been cultivated, though crops are still being experimented with. Ever since the Youth Aliya trainees, from Afikim, Hanita and Hamadia, settled there, profuse Arab infiltration into the area has been brought to a stop.

They live a rugged life up there, and for entertainment dance their evenings away, though recently radios have reached them. The commander of Amazia said that they were in need of a gramophone and table-tennis bats and balls and any other sports equipment.

At the Nitzanim children's village, on the coastal plain, there are 240 boys and girls, who work four hours a day and study for four hours. "We have already forgotten which countries they came from," Mr. Dov Shiber, Chief Instructor, said. The children work at various branches of agriculture and at smithery and carpentry.

An example of a youth Aliya group at a settlement is at Kibbutz Sa'ad, eight kilometres from Gaza. Since the War of Independence, this Orthodox kibbutz has absorbed three groups of youths. It is one of the best-established settlements in the South, with expansive lawns, flowers and trees.

Tiberias Raises Rates by 10%

TIBERIAS, Monday. — A 10 per cent increase in the present rates for 1956/57 was unanimously approved by the Town Council today. This increase will yield up to IL30,000 revenue which together with a Government grant of IL52,000 will pay for air raid precautions.

The Council also voted IL1,000 towards the cost of a colour film being made on Tiberias by the Herzlia film studios. The film, in English, is to be used to encourage tourism from English-speaking countries.

A IL1.1m. development budget for 1956/57 was unanimously adopted yesterday by the Ga'aton District Council near Naharlya. It provides for air raid precautions and other defence expenditure, for local and regional drainage operations, sewage disposal and the building of clinics.

T.A. Employees Warn of Strike

TEL AVIV, Monday. — Municipal employees are to strike on March 21 if the Municipality fails to arrange payment of arrears due to temporary workers, and ensure "decent" pensions. The strike decision was taken by the Labour Council today.

Pensions are now paid at 1945 rates — IL62 to IL72 monthly, the Labour Council said.

Herzliya Teachers' Strike May Spread

HERZLIYA, Monday. — The strike of teachers here has entered its second day with a warning from the Teachers Union that it will be extended if the Local Council does not meet by tomorrow the demands of "out-of-town" teachers for payment of travelling expenses.

So far, the strike has affected only the 35 teachers who live outside the township and has been restricted to four schools.

A Council spokesman told *The Jerusalem Post* that the payment of teachers' travelling expenses would cost between IL1,500 and IL2,000 a year and this was more than it could afford. The Government should pay at least part of the sum involved, he said.

PUPILS PROTEST HIGHER FEES

HAIFA, Monday. — A Committee of Haifa secondary school pupils today published an appeal asking the authorities not to implement the increase in school fees which is understood to be following pay increases given to teachers.

HISTADRUT TO FOSTER COURTS OF HONOUR

TEL AVIV, Monday. — The Secretariat of the Histadrut Courts of Honour will foster their use by members, it was stated today. There are 47 courts of honour in the country.

Of the 34 complaints filed with the High Court of Honour during January, about half concern financial matters, some 20 per cent deal with personal slander and 10 per cent with breach of Histadrut discipline.

SAMSON WRIGHT

The Israel Anti-Tuberculosis League has expressed its feeling of shock at the news of the death of Prof. Samson Wright, who was one of the founders of the British Friends of the League and was until his death in London on Saturday Chairman of the organisation.

KNESSET

(Continued from Page One)

of the children of new immigrants have been absorbed in regular schools in cities and towns, 98,000 study in ma'barot and immigrant villages. Most of these schools lag behind with regard to budgets, housing conditions and sanitary arrangements. They have a larger percentage of uncertificated teachers, and the pupils often do not have suitable clothing or shoes.

Close to IL20m. is needed for school buildings to end overcrowding and eliminate the second shift, Mr. Aranne said. Although the Ministry would seek a greater appropriation from the Development Budget and greater participation by local authorities, it had no choice but to recommend a tax in addition.

Mr. Aranne said that although he was not asking the Knesset to change the Government's estimates this year, it was inconceivable that in future education would continue to be practically outside the Development Budget. "There was a short view and a long view—and woe to the nation which ignored the long view in education."

Only a minority of the population was engaged in productive work, he continued. It was the job of the schools to change this, but they were not now equipped for the job.

Almost 40 per cent of our elementary school teachers are uncertificated, Mr. Aranne said. And although an additional 1,000 teachers were needed annually, teachers' seminaries graduate about 700 students a year, of whom only 500 actually enter teaching.

But there is not only a shortage of students at teachers' seminaries; there is also a shortage of teachers. This led Mr. Aranne to a criticism of the Hebrew University. For all its achievements in other fields, its part in training teachers was half-hearted, he said.

Legislative Planning

Most of the speech by the Minister of Justice, Mr. P. Rosen, was a reply to criticism that there was inadequate legislative planning. He said that a plan did exist, but there were obstacles to carrying it out according to a logical system of priorities. One of the main difficulties was insufficient professional manpower.

The plan was founded on the Basic Principles of the Government and on the general aim of replacing Mandatory and Ottoman laws with Israel laws.

Many of the points in the Basic Principles required legislation — those, for example, dealing with the encouragement of private capital, cartels, and income tax reductions for some groups. Mr. Rosen announced that in accordance with the last point in the Basic Principles, the Government would soon table in the Knesset a basic law dealing with the Cabinet.

Warhaftig vs. Aguda

Dr. Z. Warhaftig, Deputy Minister for Religious Affairs, hit back savagely at speakers in the debate who accused Hapoel Hamizrahi of discriminating against other political parties. He said there was not "a grain of truth" in the charges of Rabbi I.M. Levin (Agudat Yisrael).

In asserting that the Ministry refused to ratify the appointment of Aguda rabbis, Rabbi Levin and Rabbi Kalman Kahana (Poalei Agudat Yisrael) had reached the "height of distortion," Dr. Warhaftig charged. Those who did not build *yeshivot* should not criticise those who did, he said. He cited figures to show that Hapoel Hamizrahi did not have a monopoly either in the Ministry for Religious Affairs, or in rabbis or religious court judges.

Travel Agents Learn That Israel is 'Worth Selling'

Jerusalem Post Reporter

TEL AVIV, Monday. — "Now that we have seen the country, we shall not be afraid to sell Israel to our clients," Mr. A.W.M. Brink, manager of the American Express in Rotterdam, and one of the group of eight leading travel agents who toured the country for five days, told The Jerusalem Post at the Sharon Hotel last night.

The country surpassed the agents' expectations as a tourist attraction, with its best cards the "Land of the Bible and the mild winter climate," they said. "Tell a Dutchman about Khartoum or Amman, and it will mean nothing to him. About Tobruk, he will have heard, but mention Jerusalem, Nazareth, the Sea of Galilee and it will immediately bring Biblical stories to his mind and rouse his interest," Mr. Brink said. When Israelis told him that they felt cold here, he was enjoying the warmth. Compared with the Netherlands, which had days of 20°c a few weeks ago, this country has a "marvellous winter climate," he said. Publicity should stress these points more than the country's beauty, which many parts of Europe could top.

However, they expressed doubts about an influx of tourists. They said that not many Dutchmen could afford $500 for a short visit, which was the cost of coming by plane. To come so far by ship was not practical as it was considered a waste of valuable time. They thought it "irritating" that tourists could not obtain any Israel currency abroad. This was a most important detail, the agents pointed out.

Mr. Y. Van Hergen, of the Avro Radio Network, recorded Israel songs.

The group were the guests of the Government Tourist Corporation and El Al. They left for home this morning by El Al. The visitors were Messrs. Brink, M. Van Rooijen, Lissone-Lahdeman, A. De Leeve, American Express, Amsterdam; H.K. de Konig, Hesta Crana, V. Berhard, de Vries and Co.; H.H. Steeman, Horgmann nad Schnurman, E.W. Yeltes, Havas Expruiter; J. Waterman, Wagens Lits/Cook, Mr. D.R. Melkman, Editor of the "Nieuwe Israelitisch Weltblatt" and Mr. M. Turie, El Al Representative in Holland also came with the agents.

MILITARY RULE

(Continued from Page One)

that there is continuity between the Arabs on both sides of the border from the point of view of religion, language and family relationship. Even today part of the Arab population in Israel maintains contact with the enemy, though this contact seldom takes the form of obvious sabotage, but does include help and shelter for infiltrators, and the passing of information across the lines, including military information.

The position of the Israel Arab population in health, education and economic prosperity is far better than it ever was in the Mandatory Period, or than it is in the neighbouring countries. As a result, Israel forms a magnet for Arabs from the other side of the border, and in fact some tens of thousands of Arabs have re-entered Israel illegally since 1948, and even achieved a semi-legal status since. But for the existence of the Military Governor's authority, there would most likely have been a mass movement of Arabs from outside endeavouring to take possession of large areas earmarked for the settlement of immigrants or needed for security purposes. "We have witnessed the return of hostile or potentially hostile elements, partly because the personnel available to the Military Governors is too little, and partly because it did not operate with the needed forcefulness. Considering its small staff, the administration has done well in preventing mass movement, and more than any civilian administration could have hoped to achieve in this field."

Other reasons given why military rule remains essential include:

Prevention of openly hostile acts by part of the Arab population, which no civilian District Commissioner and reinforced civilian police could have prevented. The presence of a military Governor forms a preventive measure, against hostile activities such as infiltration, sabotage, illegal contacts with the enemy and the easy passing of information. No civilian regime with a police force several times as strong as that at the disposal of the military governor could have prevented infiltration to the extent to which the Military Governor has been able to do.

Finally the existence of closed areas enables the authorities to familiarize themselves with the population of these areas and to control any new elements entering.

The committee notes that although the bulk of the Arab population is not willing to declare allegiance to a nationalism opposed to the State, a section of them seek other ways of opposing the State. Many of them find a way of doing this with impunity by supporting the Israel Communist Party, not because they are Communists, but because the latter uses the situation to work up hatred against the Government, which, in the mind of the Arabs, is identified with the State. The Communists exploit this mood by spreading stories of brutality and discrimination by the Military Governor and sponsoring Arab complaints in order to recruit Arab citizens to its ranks.

But the Committee called for easing restrictions by: careful selection and training of the Military Governor's staff, extending their period of service so that they can benefit from experience, and increasing the staff and its equipment (including the number of vehicles).

The security authorities were advised to examine frequently ways and means to improve and speed up methods of issuing permits for travel from and into the areas under military rule; the permits should be granted for as long a time as possible and workers should be assisted in reaching places of employment.

The number of permits granted was very large considering the number of inhabitants, the fact that the areas were almost entirely rural and that women and children do not require permits.

$1m. Bill Lost In Bank's Files

NEW YORK, Monday (Reuter). — A branch of the Chase National Bank, second biggest bank in the world, called in 120 clerks yesterday to search for a missing $1m. bill.

They began combing through 4,500 filing drawers, but with half of them checked the note was still missing.

A smaller bank had deposited the non-negotiable bill, Chase officials said. They added there was virtually no chance that it has been stolen—only filed in the wrong place.

ITALY'S 'ORGY' TRIAL IS SET FOR VENICE

ROME, Monday (Reuter). — The Court of Cassation, Italy's highest appeals tribunal, decided today that the Wilma Montesi "drug orgy" scandal trial should be held in Venice instead of Rome "for reasons of public order."

The son of a former Foreign Minister and a former Chief of Police in Rome will stand trial on charges arising from the discovery of the partly unclad body of Wilma Montesi, pretty, buxom, 21-year-old girl, on a deserted beach near Rome three years ago.

Venice was chosen for the trial because it is a "neutral" city with a courtroom large enough to hold the scores of newspapermen expected to attend the trial.

The date of the trial has not been fixed but is expected to take place in a few months' time.

Mr. Giampiero Piccioni, jazz band leader and son of a former Foreign Minister, is accused of causing Wilma Montesi's death. His father, Mr. Attilio Piccioni, resigned from office during inquiries into the case.

The self-styled Marquis Ugo Montagna, described by the police as a "professional influence peddler," and former Rome Police Chief Saverio Polito, are accused of attempting to "cover up" the girl's death.

A number of other persons will stand trial on charges of perjury, false testimony and the withholding of truth under police questioning.

US State Universities Must Admit Negroes

WASHINGTON, Monday. — The U.S. Supreme Court declared unanimously today that the state universities may not delay admitting Negro students pending study of the problems involved. The Court ordered the immediate admission of a Negro student, Mr. Virgil D. Hawkinson, to the University of Florida Law School. Mr. Hawkinson, who lives at Daytona Beach, Florida, had been trying to get into the Law School for seven years.

The Court said that there is no reason for delay since the institution involved is a graduate professional school, and not an elementary school, thus dissociating the ruling from its decision of last year, in which it had allowed public elementary schools to delay desegregation.

No More Balloons, U.S. Tells Sweden

WASHINGTON, Monday (Reuter) — The U.S. today told Sweden in a note that it had stopped launching balloons which might pass over Swedish territory, and said it hoped that Sweden's "concern" had now been met.

Cables in Brief

TRUMAN. — Former President and Mrs. Harry Truman today announced the engagement of their daughter Margaret, 32, to Mr. Clifton Daniel, 43, Foreign News Editor of "The New York Times." The wedding will be held in Independence in April.

ENVOY. — The first West German Ambassador to the Soviet Union, Dr. Wilhelm Haas, yesterday handed his credentials to the Soviet President, Klementi Voroshilov.

BENT. — Some 200 screen writers in Hollywood have voted "Mister Roberts," "Marty" and "Love Me or Leave Me" as the best-written screen plays of the year.

NUN. — A Russian nun, sister Lydia Ossadchaya, whom the Soviet Union claims is being held in West Germany said she is staying of her own free will.

POLIO. — All schools and universities in Argentina were ordered closed yesterday until April 2 because of the severe polio epidemic sweeping the country.

Member of Crew Attacks Photographer

HALIFAX, Nova Scotia, Monday (Reuter). — A Canadian Broadcasting Corporation photographer has alleged he was kicked and manhandled when he tried to take pictures of nine aircraft about to be shipped to Egypt aboard the Dutch freighter, Wonogia.

The 756-ton ship sailed on Friday night after the Canadian Government had cleared the planes for export.

The photographer, Mr. Gary Myers, claims that a uniformed member of the ship's crew threw a four-foot roller and a steel shackle at him when he was using his camera on the dockside. The vessel's agents had asked that no photographs be taken.

Police kept watch on the waterfront after Jewish students demonstrated last week against the shipment.

ARMS CUTS

(Continued from Page One)

ament and economic action must be, "both for the British Prime Minister and for myself, the big subject of our world policy." This policy, he said, would evidently be conducted in close unity with the U.S. and other Western nations.

Earlier today, the British and French Premiers in London said they reached "wide agreement" in their talk on questions of relations between the West and the Soviet Union, disarmament, Africa and the Middle East.

In a communique on their one-day meeting the two leaders said that they emphasized their "common desire" to make progress with general and controlled disarmament.

On the Middle East the two leaders reaffirmed their desire "to see an end of the Arab-Israel conflict and the establishment of a stable peace" in the area. They "emphasized the necessity of giving increased importance to economic action" in the Middle East, the Far East, and Africa.

The Prime Ministers' meeting was arranged after the French Foreign Minister, M. Christian Pineau, criticized Western policy in a recent speech. The French caused some concern in London and Sir Anthony invited M. Mollet to talks with the aim of realigning Anglo-French policy.

With deep sorrow I announce the death of my wife

Charlotte Keller

(Formerly of Dublin)

Daughter of Alexander Rocca Keller

on March 13, 1956

The cortege will leave our home, 82 Rehov Habonim, Kiryat Amal, at 4 o'clock this afternoon.

The Staff & Sanitary Inspectors of the Haifa Municipality

deeply regret to announce the sudden death of their colleague

Mr. Zeev Radly

and express their condolences to the bereaved family.

THE BOARD OF DIRECTORS OF "KERETH" LTD. and its ASSOCIATED COMPANIES express their heartfelt sympathies to their colleague, Mr. AARON WRIGHT, on the passing away of his brother

Professor Samson Wright

The Staff of "KERETH" LTD. and its ASSOCIATED COMPANIES express their condolences to their director, MR. AARON WRIGHT, on the death of his brother

Professor Samson Wright

The Productivity Institute, Jerusalem branch, lecture by PROF. HY FISH, announced for tonight, has been postponed.

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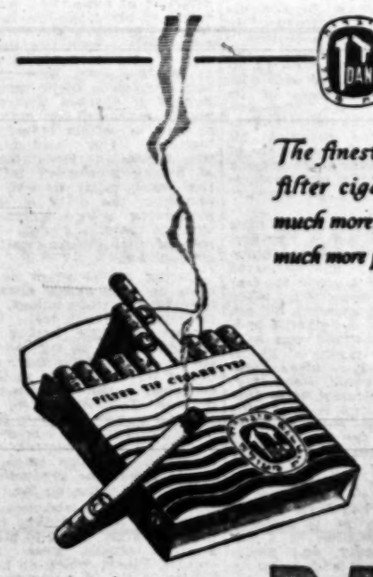

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We hereby issue warning that any transfer not in accordance with the terms of the contract will not be valid and persons making payments without prior confirmation by the Ministry are liable to lose their money.

Ministry of Labour
Shikun Amami Department

Economic News from Abroad

The Kariba Dam Project

● A strong fillip to the industrial development of Rhodesia and Nyasaland is expected from the big hydro-electric project now under construction in the Kariba Gorge of the Zambesi River. Power consumption has grown considerably with the rapid development of copper mines and urban areas in both Rhodesias and is already outrunning supply, so that an agreement has been concluded between the North Rhodesian copper-belt companies and the Union Ministre du Haut-Katanga providing for an annual supply of 500m. kwh. during the next ten years and a special transmission line is now being erected to Kitwe from the Le Marinel power station. In 1955 the electric current consumption of the Central Africa Federation was about 2.3bn. kwh., but it is estimated to increase fivefold in the next 25 years. The Kariba Dam Project has been planned to start operations in 1960 with two 77 m.w. generating sets, and to have an installed capacity of up to 1,233 m.w. In addition to supplying cheap electricity it will also relieve the overstrained railway system of Rhodesia from hauling coal to the copper-belt from the Wankie colliery over a distance of about 300 miles. The financing of the project has been assured by loans from the World Bank and from the local mining companies without resorting to London City sources.

Potash from Seawater

● Extraction of potash from seawater is planned in a new project now being prepared in Norway. While hitherto extraction of potash, magnesium and bromine has been based on precipitation and chemical separation processes, this project is evidently to use large ion-exchange columns which will both separate the large volumes of unwanted water and exploit the valuable by-products contained in small quantities in seawater, e.g. fluorine and rubidium.

E. Germany's Export Drive

● West Germany's conspicuous rise in world economy has hitherto overshadowed the big strides made by East Germany's export industries, but recently they have begun to compete with West German export efforts in many countries. The East Germans especially offer heavy engineering goods of all kinds and industrial know-how and are generally ready to give very generous terms. Being cut off from the hard coal of the Ruhr, East Germany succeeded in developing new methods of using soft coal in industry and negotiations are now under way concerning its participation in the development of India's vast soft coal resources. In Egypt East Germany is building a dry-dock in Alexandria harbour, and a number of hydro-electric projects in China — several power stations, a big sugar plant, food processing industries and even a new town. It is also making great efforts to replace West Germany as a supplier of the Argentine market, where Bonn industrialists have compromised themselves by close associations with the Peron regime.

Trade Fairs

● One of the first trade fairs to be held this year will be the Swiss Industries Fair in Basel which will take place for the fortieth time on April 14-24. At the same time Milan's Spring Fair will be held for the thirty-fourth time on April 12-27. Last year 30,000 foreign visitors came to the Basel Fair and 90,000 to the Milan fair.

The High Price of Copper

● In spite of the big increase in the price of copper during recent months no easing of the market situation is expected in the near future, for the continuing high level of economic activity brings in its wake a great demand for copper. Big orders are likely to come from Russia, which is vastly expanding its electric power system, and commercial copper stocks are regarded as rather low. Moreover Chile is pressing for a higher price for its copper sold to the U.S. companies and scored a partial success recently. Furthermore strikes are expected to occur in the main producing regions and may result in higher production costs.

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COMEDY OF ERRORS

ECONOMISTS are supposed to be earnest people with a rather bleak outlook — so much so that political economy has been nicknamed "the dismal science." Sometimes, however, economic matters could best be discussed in a humorous, if not satirical vein. Could not the present pass — or impasse — in our wage policy most appropriately be described as a comedy of errors? There we watched the labour leaders blindly follow demagogic slogans and decide in favour of a wage increase, against their own better judgment. Then came the Government's attempts to retreat from its Guri pledges, and the professionals' strike, from which both sides emerged as Pyrrhic victors, with matters substantially as they were before. Meanwhile the budget has been tabled. It is based on the assumption that the national income in 1956 will be about IL2,000m., i.e. some 14 per cent above last year's figure, compared with an increase of 20 per cent in 1955.

This implies, of course, that prices will remain almost completely stable, and Mr. Eshkol did not mince words about his determination to combat all inflationary tendencies. Stable prices — and taxes — are also the tacit assumptions of the present drive to make the public saving-conscious and to end the calamitous decline of exports. But before the Knesset has even had time to approve Mr. Eshkol's estimates and intentions, the trade unions have bestirred themselves and are demanding their pound of paper, in accordance with the Histadrut decision and even beyond it, thus inevitably upsetting the delicate monetary balance. And the Minister of Labour expressly stated that full employment must be maintained at all costs, and, if necessary, a Supplementary Budget be introduced in a few months — which in our case does not mean fiscal efforts to curb excessive spending, but additional spending regardless of its productive value. Moreover, there are signs that Mr. Eshkol may be changing his mind about the necessity of curbing housing investment, in view of the repercussions it would have on ancillary industries.

We are thus heading back to where we were a year ago, to that pre-election atmosphere when nobody dared call a spade a spade for fear of being unpopular, when Government spenders did not worry about a balanced budget, the consumer was kept satisfied by means of liberal imports, and — when there was no national emergency. The brave attempt made during the second half of 1955 to end that fool's paradise and force the economy to face the facts has evidently been partly defeated by its own relative success — that switch-over to a buyers' market which has been noticeable of late but is deplored by public opinion as a national calamity, and partly by the general wish to go on raising the standard of living and hang the consequences. The comic touch comes from the fact that those clamouring for higher wages or easier credits are fully aware of their delusions and deep down in their hearts hope that some miraculous counter-move will stem the disastrous effects of their action. But who is willing to make that counter-move?

In his budget speech Mr. Eshkol outlined the steps he intended to take in order to quell the inflationary danger. They included a firm policy of balancing the budget and restricting credit; encouragement of savings; increased output of goods and services; higher productivity and a revision of the present production norms which are often much too low; vigorous action against cartel practices and — as ultima ratio — subsidies and price controls. It seems high time that he put his words into practice or at least stated his intentions in view of the latest developments and impending threats.

First Spurt of oil at Heletz III gushing out of the pipe in the centre last Friday afternoon. This second oil formation is deeper than that in Heletz I, having a thickness of from 18.5 to 17 feet, and beginning at a depth of 1,512 metres. The oil is of superior quality. Drilling for the third oil layer began last night.

Photo by Hirshbein

Combined Savings and Life-Insurance Scheme Initiated

Jerusalem Post Reporter

THE "Hacham" combined life-insurance and savings project was recently initiated by the Migdal Insurance Company in association with the Union Bank. According to the plan, fixed monthly payments, redeemable with interest at the end of a specified period, will also serve as life insurance, entitling the saver's beneficiary to the full target sum in the event of his death six months or more after he starts to save. The Finance Ministry considers this project to be a very important step in the promotion of savings.

A similar project is being undertaken by the Zion and Judea Insurance Companies in association with the Credit Cooperatives.

There is also another plan in the offing, according to which a person will be able to receive an annual dividend starting ten years after the initial investment is made. The plan is chiefly intended for individuals who have received reparations and are interested in long-term securities, as well as old-age pensions. The purpose of the plan is to guarantee the real value of the investment.

Downward Trend in Exports

By Our Economic Editor

THE advance of January exports to $14.1m., compared with $10.4m. in January 1955 (and $6.3m. the year before that) is largely a result of accidental factors (weather conditions and labour disputes, which concentrated citrus shipments in that month) and not to a change in the downward trend of export trade. This is shown by a detailed analysis of the statistics contained in the latest monthly "Export Bulletin." Though January citrus shipments rose by $3m. (to $8m.) the overall income of the current season will not differ substantially from last year's figure, because higher prices in the latter part of season have been partly offset by the lower prices obtained in the first months and the exportable crop proved to be smaller than anticipated. In non-citrus exports, however, increases in some items have been almost counterbalanced by decreases in others and the net advance was mainly due to the higher diamond trade, as shown by the following figures:

January exports analysed ($ 000)	1956	1955	+ —
Decline in Agricultural exports	79	271	— 192
Exports discontinued	—	192	— 192
Decline in industrial exports	959	1,386	— 947
Total export decline	1,038	2,369	—1,331
Increase in citrus exports	8,623	5,678	+2,945
Increase in other agricultural exports	237	150	+ 87
Increase in industrial exports	1,238	619	+ 619
New export items	488	—	+ 488
Iron scrap	60	5	+ 55
Diamonds	2,253	1,588	+ 665
Total export increase	13,078	8,053	+5,025

Decline in agricultural exports included some 20 commodities, in particular raw wool, citrus concentrates and essential oils, tomato ketchup and bananas. On the other hand, there was a rise in exports of 24 agricultural items, e.g. ground nuts, citrus squashes, wine, eggs, flowers, goose liver, cocoa. Chocolate exports have also risen by 20 per cent, but did not live up to expectations and some consignments have been rejected by buyers abroad on account of faulty packaging and unsatisfactory taste. Among the new agricultural export items strawberries, chicken, frozen poultry, animal hair and mayonnaise are worth mentioning.

Turkish Market Closed

Industrial exports have been particularly affected by the virtual closure of the Turkish market, partly as a result of the stiffened attitude of the Turkish authorities as regards the issue of import licences and partly because of increased competition. Total exports to Turkey were $406,000 last January compared with over $1m. a year ago (and $1.4m. in January 1954), and she ceased to be of major importance even for the metal industry, which was most dependent upon this market. On the other hand, exports to Finland encountered difficulties because of the more liberal trade policy in that country, which made it possible for Finnish importers to turn to the cheapest sources of supply.

Exports of yarns, textiles and clothing went down sharply, with the decline affecting almost all items. Shipments of paints were halved following the opening of a paint factory in Turkey. There were, however, increases in exports of building materials, (cement, plate glass), motor vehicles stationery, postage stamps, and plastics, though tire exports lagged behind their 1955 figure. Among new industrial export items, 29 in all, wood panels, sanitary ware, superphosphates and potassium chloride are the most important. The two last items amounted to $164,000 in January and are expected to develop considerably in the near future. On the other hand, further expansion of cement exports is encountering difficulties, and prospects for plywood have been dimmed by the disinflationary policy in Britain, which has curbed furniture sales.

Exports against hard currency were 62 per cent of the total in January, but it has to be borne in mind that this high percentage is largely a result of the seasonally high citrus and diamond exports. On the whole the figures reveal how grim the situation has become just on the eve of the new policy which is intended to give exports a new fillip by way of cheaper credits, credit insurance, lower tariffs, etc. It must also be mentioned in this connection that imports amounted to $10.7m. last January, a rise of over 25 per cent compared with January 1955.

Tel Aviv Budget Breakdown

By Our Economic Editor

TEL AVIV's municipal budget estimate for the year 1956/57 amounts to IL35m., i.e., an increase of 24 per cent over the current budget. In addition there is a development budget of IL-11.75m. This increase stems, however, only to a small extent from the expansion of services. As a matter of fact, out of IL6.75m. added to the ordinary budget only IL2.33m. will go for services and of this about IL0.6m. is due to improved accounting practice as regards interdepartmental services. The expenditure for municipal services proper is thus to rise only by some IL1.75m. or about 10 per cent, which is approximately the rate of higher costs (salaries and material prices). The overall volume of municipal services in real terms will therefore scarcely expand (at any rate not per capita of population). Significantly, an even higher rate of increase (13 per cent) is to be found in the general administration, while the water-works expenditure is to rise 28 per cent. These two items amount to another IL1m.

The main items of additional spending are development and debt service. The municipal development budget is to get IL3m. next year compared with IL0.5m. in the current budget while the rest is to be covered by participations of other bodies (IL 3m.) by loans (IL4.4m.) and by open debts (IL1.4m.). The main headings of "development" expenditure are, water supply (IL 2.8m.), sewage and canalisation (IL2.1m.), schools (IL1.2m.), a new hospital (IL1m.) and roads and pavements (IL1m.).

The budget also includes some IL0.5m. for "employment works," apparently of no productive use.

The amount necessary for debt service is to rise by IL1.2m. (over a third) and another IL1m. has been allocated for covering "deficits of previous years" and for reserve. The estimates assume, however, that IL0.7m. (one half of the repayments of principal due in the budget year) will again be postponed, as was done several times in former years. Even so the debt service will need IL3.8m., i.e. over one fifth of the services expenditure.

On the revenue side the estimates assume an increase of the Government grant-in-aid by IL0.9m. (to IL2.5m.), an additional IL0.5m. from the water supply (which brings an annual surplus of about IL1.6m.) and IL0.25m. from other fees and municipal property. The bulk of additional revenue is to be raised by taxation, which is to yield IL22.8m. compared with IL17.7m. estimated for the current fiscal year, i.e. a rise of 28 per cent. The direct "general" tax is to provide the main part of the additional funds, but the revenue estimate has also been raised by almost 30 per cent for the business tax, and by 15 per cent for the entertainment tax.

Organizing Private Enterprise

By Our Economic Correspondent

THE fight for wage increases is entering its third phase and it may very well be decisive not only for wage earners but for the economy as a whole. The first phase started when the trade unions announced their intention of demanding wage raises all along the line from 10 to 15 per cent. The second stage ended with the decision to cut demands down to five per cent. Now that this decision is to be implemented it appears that demands may well be higher, at least in certain industrial branches. The economists who accuse the Government of having prophesied inflation hastily might do well to remember the delay in implementing wage increases since it probably lies at the root of the present relative stabilization.

During recent years decisions on wage policy always lay with the trade unions, as employers did not resist increases strongly hoping — and rightly so, as experience shows — to transfer the burden of increased costs on the consumer or the Government, or both. This, of course, is the best way to eliminate the benefits which wage increases can bring to a competitive economy: to oblige employers to streamline production in order to make up for increased costs.

Now for the first time industrialists are trying to take a stand against wage increases. Plants which do not belong to the Manufacturers Association are trying to contact their leaders in order to arrive at a coordinated policy in face of the Unions' demands. But it is doubtful whether cooperation can be achieved without preparation, and at the eleventh hour.

Israel industry was at first split into two, and then into three sections. There were the medium-sized and small enterprises organized in the Manufacturers Association. There were the big plants which kept aloof from the Association. Some of them — such as Potash and the Electrical Corporation — have in the meantime passed under Government control. The new giant, Fertilisers and Chemicals, has also developed into a government-controlled enterprise. At the same time private industry has grown and put up a number of new plants in various parts of the country, but until now they have failed to pull their weight in the Manufacturers Association.

The third industrial sector is unique in its structure. The Histadrut enterprises do not fall into the category of private nor of nationalised enterprises. They do not follow the laws of profit-making nor those of public utilities. They do not fit into the framework of a general Manufacturers Association, but they have at least some problems in common with the private entrepreneur. Their voice has not been heard in the recent discussion about wage raises but their managers — if they are at all concerned with questions of profitability — must have opinions on the issue. This point of view must grow in importance as the percentage of Histadrut controlled enterprises rises, in relation to privately controlled plants.

Labour Better Organized

The labour movement in this country has always been more efficiently organized than the representatives of private investment. This has helped social principles to triumph over economic interests all along the line. If the private sector complains of discrimination, this is to a large extent due to its faulty organization, which diminishes the political influence of the Manufacturers organization in its relations with the trade unions. The latest demand for wage increases highlights the problem of whether this weakness of "profit interests" is for the good of the country.

Mr. Moller, the manager of Ata Textiles, one of the best-organized enterprises in this country, has recently shown in an article in the Hebrew press that despite streamlining of production the cost of the working hour in his factory has risen faster than the cost-of-living index. This can mean only one of two things: either the enterprise will have to raise prices, which means a shrinking internal market and increased difficulties in competing abroad, or the Government must again step in with subsidies, at least for export.

It this is the case in a plant which is always cited as an example of efficiency, it must be much worse in the many enterprises which are not expertly managed and rely more on the ability of the consumer to pay than on their competitive abilities. The time has therefore certainly come for bringing the principle of profitability more into the picture in opposition to general wage raises based on social and political motives, entirely neglecting the economic point of view.

But this will be possible only if the representatives of private enterprise begin to act together. If they wish to assert themselves the Manufacturers Association will have to enlist the cooperation and support of those representatives of private enterprise not now in their ranks and make sure that their point of view is forcefully explained both to the Government and to the public. In doing so they will perform a service not only to industry but to the economy as a whole.

Stocks and Commodities

Tel Aviv Has Another Bad Week

TEL Aviv had another bad week, with prices continuing to drop, although offers remained generally limited. This time almost all sections were affected, with most conspicuous losses registered in Palestine Electric Second Prefs, which withdrew by some 17 points. In London the price of these shares advanced from 9s. 6d. to 9s. 7½d. The downward trend continued to affect another stock which is dealt with on the London Stock Market, i.e. the Bank Leumi shares, which lost 6 points, while the Potash issues remained steady, with the ordinary even advancing by some 6 points. In the State Loans section the trend was also easy, with Tavel Dollar, Milve Hova, Shitrei Erech and others losing ground. In the Industrials, Ata, Kurdaneh, Nesher, Moller were affected, while Palestine Cold Storage ordinary lost close to 6 points.

Considerable disappointment was caused to investors, when outside the stock exchange list the Palestine Electric Debentures new issue were quoted at under par on Sunday (99½-99-¾).

Lively transactions and plenty of activity were seen on the "curb" in Israel Oil Prospectors shares dealings. Prices fluctuated considerably, reaching a low of some IL30.-, when disappointing reports arrived from Heletz at the beginning of the week and later advancing to above IL23.- and afterwards reacting to between IL21.-IL21.500.

In New York prices advanced, with Israel American coming to $5-3/8, Pan-Israel $2½ and Israel Mediterranean $2.-. It is significant that the Israel Mediterranean and the Pan Israel Oil were among the five foreign stocks quoted as the most active stocks on Friday on the American Stock Exchange, with the volume of trading on this day close to 100,000 shares each.

New York at New High

THE return of the public to the Stock Market in a more substantial manner brought about a vigorous advance in share prices to new highs. Trading on Friday crossed the 3 million share mark. Predictions by some of the large companies of further gains in corporate profits this year attracted increased support. This development is also considered as being the evidence of inflation stemming from wage increases and the rise in the cost of raw materials... The Dow Jones average for 30 industrials advanced to 497.84 as against 488.84 last week, despite some earlier reaction caused by the Middle East tension, especially in oils.

London is Upset by Glubb's Dismissal

THE news from Jordan upset markets badly this week, Gilt-edgeds weakened at once, while oil shares suffered badly. British Petroleum, for example, are 6s. 3d. down on the week, also, many leading industrials were affected by the Middle East tension. The set-back in gilts came at an unfortunate time for the Government's £300 million issue of 5% Exchequer Stock 1957. The improvements on Wall Street helped sentiment at week-end but the uncertain economic outlook kept buyers away. Reuter's industrial index was 197.6 as against 201.4 last week while the index for gilt-edgeds was 76 as against 77 last week.

Commodities are Firm

COPPER reached a new peak price of £435½ during the week, while spot tin advanced by £20.- to £832.-. Other advances on the metal exchange included zinc, and lead. According to reports, the firm tendency on the metal market and especially the rally of tin prices is connected with the fears regarding the Middle East situation, coupled with the weakness of Sterling.

An analysis of oil production in the Middle East published by the Petroleum Information Bureau shows that British and Dutch interests together were responsible for 48½ million tons of last year's total output of 162 million tons, while U.S. companies accounted for 87 million tons, and others 26½ million tons.

Gold is Up in Paris

TRADING was heavy in Paris on the gold market, with turnover on Friday 865 million ffrs... The gold Louis reached a peak for the year at Ffrs. 3,100.- while Sovereigns were Ffrs. 4,040.- and a kilobar advanced by Ffrs. 4,000.- during the week to Ffrs. 458,000.-

In London the recovery in Sterling brought about a lower price of gold at 249s. 6½d per ounce.

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Tel Aviv Stock Market

MARCH 12, 1956

Pop. Loans 1949/59 (IL10)	98
3½% Tavel Dollar x)y)	69½
4% Consp. Loan 54/67	85½
3½% War Loan 54/59	99½
3½% Gov. Bds. (large)	99½
4% Reg. Sterling "A"	93½
4% Reg. Sterling "B"	94½
Pal. Bearer Bds. Ser. 3	82½
Bk. Leumi ord.sh.	203
A.P.B. Investm. ord. sh. "B"	
Gazit ord. sh. "B"	120½
Ellern's Inv. ord.	100½
P.E.C.Inv.ord. "B" h.d	154½
Gen. Mortg. Bk.ord.sh.	98½
Bizur 4% debs.56/65	75½
Nir 4% Debs.(bearer)	84½
5% pref. sh.	93½
Paza 4% debs.60/64 reg.	88
"Inva" 5% debs.	80
I.L.D.C. ord.sh.reg.	95
5% debs.	106½
Afr. Pal. Inv.ord.sh.	82½
Rassco 6% pref.ord.sh.d)	78
Pal. Potash 6%pref.sh.	88½
"A" ord. shares	296
Pal.Elec.pref.sh.(Ldn)	98
6½% P.E.C.Debs.57/64	264
	100½*
Mekorot pref sh.	103½**
Ata ord. "B" sh.	75
6-8%con.debs.	113½
"Kurdaneh"ord."B"	99
7%con.debs.59/68	117
Moller-Dee ord.sh.reg.x	91½
Pal.-Brewery 8%con.sh.	800
Assis Bejerano"B"sh.	81½
"Teva" ord. sh. d)	134
Nesher 6% debs. "A"	106
Pal. Cold St. 7% debs.	107
ord.sh.reg.(full div.)	142
Pal. Centr. Tr. 8% debs.	207
	96

Notes: a) purchasing price; b) selling price; c) ex-coupons; d) ex dividend; e) ex right; x) in % of IL1.000; y) 15.6./15.12; * Dollar ** Index.

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PAPER NEWS

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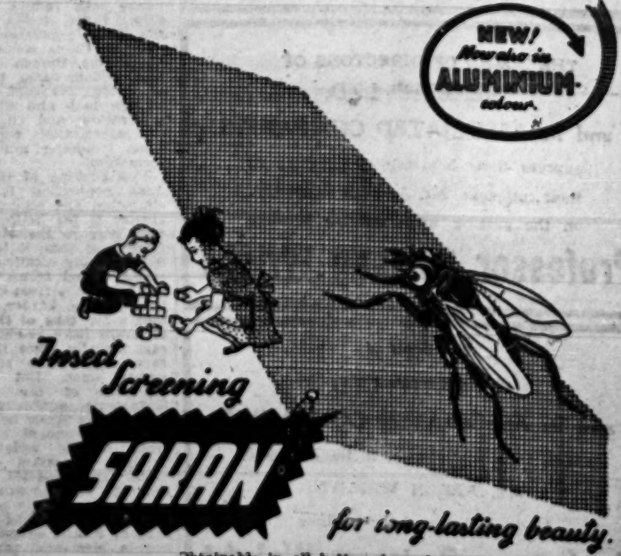

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